

FIVE COUNTY ASSOCIATION OF GOVERNMENTS

**Basic Financial Statements
and Additional Information
With Independent Auditors' Report**

For the Year Ended June 30, 2006

Five County Association of Governments
Financial Statements and Supplementary Information
For the Year Ended June 30, 2006

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Independent Auditors' Report

Steering Committee
Five County Association of Governments
St. George, Utah

We have audited the accompanying financial statements of the governmental activities and major fund of the Five County Association of Governments, as of June 30, 2006, and for the year then ended which collectively comprise the Association's basic financial statements as listed in the table of contents. We also have audited each fiduciary fund type of the Five County Association of Governments as of and for the year ended June 30, 2006, as displayed in the Associations's basic financial statements. These financial statements are the responsibility of the Five County Association of Governments' management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and major fund, as well as each fiduciary fund type of the Five County Association of Governments as of June 30, 2006, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2006, on our consideration of the Five County Association of Governments's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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The management's discussion and analysis and budgetary comparison information, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the Five County Association of Governments's basic financial statements of the governmental activities and major fund. The combining and individual fund financial statements are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of the Five County Association of Governments. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hafen, Buckner, Everett & Graff, PC
HAFEN, BUCKNER, EVERETT & GRAFF, PC
October 11, 2006

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
(Required Supplementary Information)

FIVE COUNTY ASSOCIATION OF GOVERNMENTS

Management's Discussion and Analysis

The following narrative presents management's discussion and analysis of the Five County Association of Governments's (AOG) financial performance during the year ending June 30, 2006. Readers are encouraged to consider the information presented here in conjunction with the basic financial statements and additional information, which follow this section.

History and Background of Five County Association of Governments

The Five County Association of Governments is a voluntary association of local governments in Southwestern Utah comprised of Beaver, Garfield, Iron, Kane and Washington Counties. The AOG was formally established in 1957 to provide the basis for addressing matters of common regional concern. The Five County Association of Governments, as presently constituted, was established in 1972 pursuant to the provisions of the Interlocal Cooperation Act of 1965. The overall mission of the Five County Association of Governments is to serve as a multi-purpose organization providing a regional forum to identify, discuss, study, and resolve area-wide problems of common interest and concern. It is also the role of the Association to engage in and carry out physical, economic, and human resources planning.

Financial Highlights

- The AOG's assets exceeded liabilities by \$ 1,948,517 at the close of the most recent fiscal year.
- Unrestricted net assets are \$ 857,761 at June 30, 2006.
- The Association's total assets are \$ 2,613,845.
- The Expenditures for June 30, 2006 were less than the adopted budget by \$ 1,429,554.
- Capital assets (Net of accumulated depreciation) at June 30, 2006 were \$ 1,090,756. which includes land, a building, equipment, and vehicles.

Overview of the Financial Statements

This discussion is intended to serve as an introduction to the AOG's basic financial statements. The AOG's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the AOG's finances, in a manner similar to a private-sector business. The statements consist of the Statement of Net Assets, and the Statement of Activities.

The *Statement of Net Assets* presents information on all of the assets and liabilities of the AOG, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the AOG is improving or deteriorating.

The *Statement of Activities* presents information showing how the net assets of the AOG changed during the most recent fiscal year. All changes on net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal year period (e.g., uncollected revenues and earned, but unused, vacation leave and sick leave).

The distinct type of activities reflected in the government-wide statements are governmental activities. The Five County Association of Governments has no business-type activities. Governmental activities are those supported primarily by intergovernmental revenues and fees for services.

Fund Financial Statements

As is common with other state or local government entities, the AOG uses *funds* to account for separate activities and to help demonstrate compliance with financially related legal requirements (such as budgetary compliance). A fund is a set of closely related accounts used to maintain control over financial resources which have been segregated for specific activities or purposes. The AOG maintains only governmental funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating the AOG's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The AOG maintains one governmental fund which is the general fund.

General Fund. The general fund is the operating fund of the AOG. Revenues from intergovernmental sources, fees for services, and all other sources are received into this fund. Expenditures include operation and administrative costs.

Fiduciary Fund Types

Trust and Agency Funds - Trust and agency funds are used to account for assets held by the Association in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include expendable trust, non-expendable trust, pension trust and agency funds. Non-expendable trust and pension trust funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Non-expendable Trust Funds - The revolving loan fund was created by the Association with grant monies to provide financing for qualified businesses in the Five County Area. The down payment assistance fund was created with state funding to provide financing to enable lower income and first time home buyers in the Five County Area to make the down payment on the purchase of a home. The activities of the revolving loan and down payment assistance funds are governed by the Steering Committee of the Association and the funds' financial information are included in the Association's general purpose financial statements as non-expendable trust funds.

Agency Fund - The Association acts as an agent for the Southern Utah Planning Authorities Council (S.U.P.A.C.). Member entities pay membership dues to cover the cost of membership lunch. The activity of this fund is accounted for in a separate agency fund.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are part of the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Five County Association of Governments. The AOG adopts an annual appropriated budget for the governmental funds. The budget is a twelve month snapshot of all contracts which fit into the twelve month window. Contracts to the AOG are issued on the federal fiscal year, state fiscal year, calendar year or any other period of time agreed to by the two contracting entities. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

Government-wide Financial Analysis

As previously noted, net assets may serve over time as a useful indicator of an entity's financial position. In the case of the Five County Association of Governments, assets exceeded liabilities by \$ 1,948,517 at the close of the most recent fiscal year.

Five County Association of Governments Comparative Summary of Net Assets As of June 30, 2006 and 2005

	<u>Governmental Activities</u>	
	<u>2006</u>	<u>2005</u>
Assets:		
Current assets	\$ 1,523,089	\$ 1,371,372
Capital assets	<u>1,090,756</u>	<u>1,128,571</u>
Total assets	<u>2,613,845</u>	<u>2,499,943</u>
Liabilities:		
Current liabilities	397,201	398,701
Noncurrent liabilities	<u>268,127</u>	<u>267,085</u>
Total Liabilities	<u>665,328</u>	<u>665,786</u>
Net assets:		
Invested in capital assets net of related debt	1,090,756	1,128,571
Unrestricted	<u>857,761</u>	<u>705,586</u>
Total Net assets	<u>\$ 1,948,517</u>	<u>\$ 1,834,157</u>

Governmental Activities

As of June 30, 2006, Five County Association of Governments activities increased net assets by \$114,360.

**Five County Association of Governments
Comparative Schedule of Changes in Net Assets
as of and for the fiscal year ended June 30, 2006 and 2005**

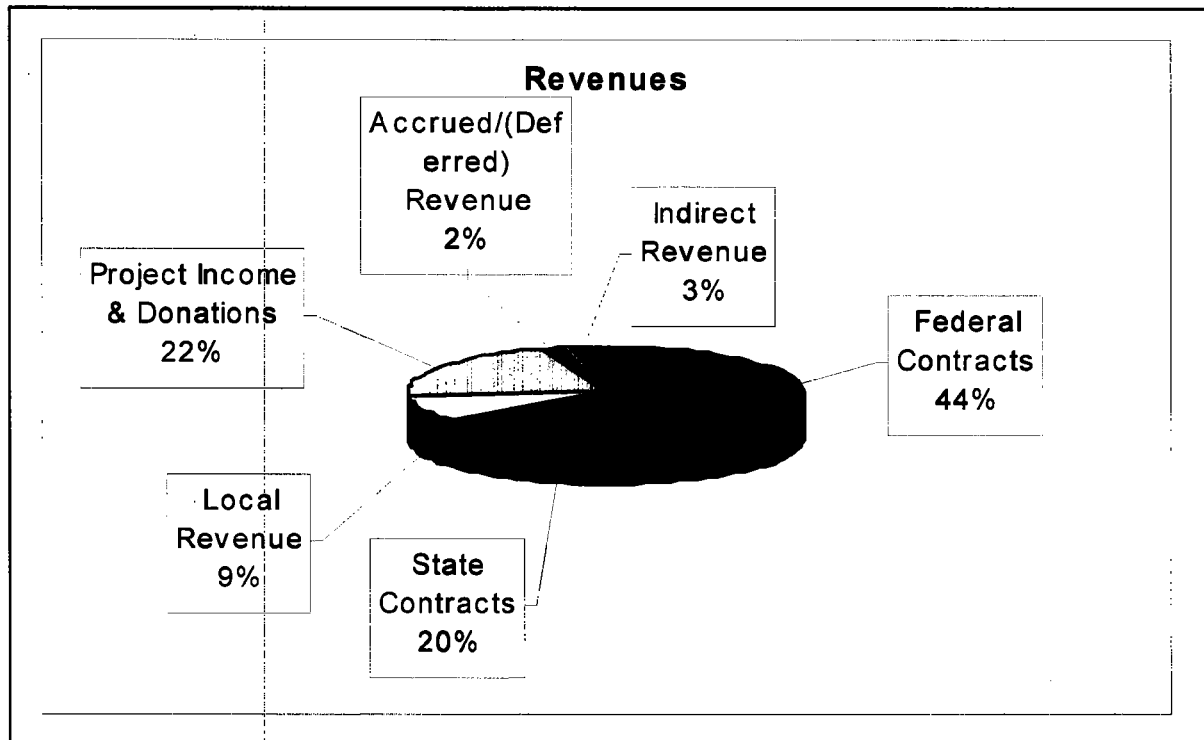
	<u>Governmental Activities</u>	
	<u>2006</u>	<u>2005</u>
Revenues:		
Charges for services	\$ 276,402	\$ 260,477
Operating grants and contributions	6,778,528	6,069,499
Capital grants and contributions	-	340,050
Interest Earnings	<u>12,982</u>	<u>4,541</u>
Total revenues	<u>7,067,912</u>	<u>6,674,567</u>
Expenses:		
Governmental Activities	<u>6,953,552</u>	<u>6,492,718</u>
Total expenses	<u>6,953,552</u>	<u>6,492,718</u>
Changes in net assets	114,360	181,849
Net assets, July 1	<u>1,834,157</u>	<u>1,652,308</u>
Net assets, June 30	<u>\$1,948,517</u>	<u>\$ 1,834,157</u>

General Fund Budgetary Highlights

During the fiscal year, the Five County Association of Governments approved and revised the Association's budget. Budget amendments were made to reflect changes in contracts and related funding. Even with these adjustments, actual expenditures were below final budgeted amounts. Revenues were under the final budgeted figures. The table shown below comparing overall budget to actual is net of the revenue and corresponding expenditure.

SUMMARY of Actual to Budgeted Revenues & Expenses:

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual (Budgetary Basis)</u>
Total Revenues	\$ 7,281,825	\$ 8,138,335	\$ 7,067,912
Total Expenditures including Capital Outlay	<u>7,328,390</u>	<u>8,390,076</u>	<u>6,960,522</u>
Excess (Deficit) of Revenues			
Over Expenditures	<u>\$ (46,565)</u>	<u>\$ (251,741)</u>	<u>\$ 107,390</u>



Capital Assets

The AOG's fiscal year 2006 investment in capital assets, for all activities, amounted to \$1,128,571. In setting up for the new reporting model, the AOG retired several pieces of equipment and raised the threshold of capital assets included for reporting purposes to \$3,000.

Summary of Net Capital Assets

	<u>2006</u>	<u>2005</u>
Buildings	\$ 922,271	\$ 922,271
Land	135,000	135,000
Furniture & Equipment	196,999	215,348
Depreciation	<u>(163,514)</u>	<u>(144,048)</u>
Total Net Capital Assets	<u>\$ 1,090,756</u>	<u>\$ 1,128,571</u>

Long-term Debt

The AOG had no long-term debt activity during the year.

Request for Information

This financial report is designed to provide interested parties with a general overview of the AOG's financial status. Questions concerning any of the reports and information contained in this financial audit, or requests for additional financial information, should be addressed to the Five County Association of Governments, 1070 West 1600 South Building B, St. George, UT 84770.

BASIC FINANCIAL STATEMENTS

Five County Association of Governments

Statement of Net Assets

June 30, 2006

	Governmental Activities
Assets:	
Cash & Cash Equivalents	\$ 508,670
Accounts Receivable	753,296
Accrued Revenue Receivable	205,574
Inventory	55,549
Capital Assets (Net of Accumulated Depreciation)	<u>1,090,756</u>
Total Assets	<u>2,613,845</u>
Liabilities:	
Accounts Payable	396,296
Accrued Liabilities	905
Accrued Leave	119,163
Deferred Revenue	<u>148,964</u>
Total Liabilities	<u>665,328</u>
Net Assets:	
Invested in Capital Assets	1,090,756
Unrestricted	<u>857,761</u>
Total Net Assets	<u>\$ 1,948,517</u>

The notes to the financial statements are an integral part of this statement

Five County Association of Governments

Statement of Activities

For the Year Ended June 31, 2006

Function/Program	Program Revenues				Net Revenue (Expense) and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities:					
Administration	\$ 267,549	\$ 243,214	\$ -	\$ -	\$ (24,335)
General Services	6,686,003	33,188	6,778,528	-	125,713
Total Governmental Activities:	\$ 6,953,552	\$ 276,402	\$ 6,778,528	\$ -	101,378
General Revenues:					
Interest Earnings					12,982
Total General Revenues					12,982
Change in Net Assets					114,360
Net Assets at Beginning of Year					1,834,157
Net Assets at End of Year					\$ 1,948,517

The notes to the financial statements are an integral part of this statement

Five County Association of Governments
Balance Sheet - Governmental Funds
June 30, 2006

	<u>Major Fund</u>
	<u>General</u>
<i>Assets:</i>	
Cash (Note 2)	\$ 807,009
Accounts Receivable (Note 5)	753,296
Accrued Revenue Receivable	205,574
Inventory (Note 3)	55,549
	<u> </u>
<i>Total Assets</i>	<u><u>\$ 1,821,428</u></u>
<i>Liabilities:</i>	
Negative Cash Balance	\$ 298,339
Accounts Payable	396,296
Accrued Liabilities	905
Deferred Revenue (Note 8)	148,964
	<u> </u>
<i>Total Liabilities</i>	<u><u>844,504</u></u>
<i>Fund Balance:</i>	
Unreserved	921,375
Reserved for Inventory	55,549
	<u> </u>
<i>Total Fund Balance</i>	<u><u>976,924</u></u>
<i>Total Liabilities and Fund Balances</i>	<u><u>\$ 1,821,428</u></u>

The notes to the financial statements are an integral part of this statement

Five County Association of Governments

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets June 30, 2006

Total fund balances for governmental funds	\$	976,924
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Total net assets reported for governmental activities differs from the statement of net assets as follows:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds. Those assets consist of the following:

Buildings	\$	922,271	
Building Improvements		5,400	
Land		135,000	
Furniture & Equipment		41,987	
Vehicles		149,612	
Accumulated Depreciation		<u>(163,514)</u>	
Total Capital Assets			1,090,756

Long-term Liabilities that pertain to governmental funds, including accrued leave, are not due and payable in the current period and therefore are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net assets. Balances at year-end follow:

Accrued Leave	<u>(119,163)</u>	
Total Long-term Liabilities		<u>(119,163)</u>

Total net assets of governmental activities	\$	<u><u>1,948,517</u></u>
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The notes to the financial statements are an integral part of this statement

Five County Association of Governments
Combined Statement of Revenue, Expenditures and Changes in
Fund Balance
All Governmental Fund Types
For the Year Ended June 30, 2006

	<u>General Fund Types</u>
REVENUES:	
State	\$ 1,435,473
Federal	3,104,842
Indirect Cost Allocations (Note 4)	242,774
County/Local Participation	619,988
Accrued (Deferred) Revenue	122,264
Other	1,542,571
TOTAL REVENUES	<u>7,067,912</u>
EXPENDITURES:	
Director	440,770
Planner/Coordinator	833,065
Supervisor	431,071
Secretarial	105,691
Payroll Taxes	136,981
State Retirement	151,534
Group Insurance	313,867
Total Payroll & Related Expense	<u>2,412,979</u>
Materials	1,046,820
Fiscal Management	15,788
Rent	75,348
Travel	164,330
Printing	40,903
Postage	27,354
Telephone	32,600
Office Supplies	52,604
Indirect Cost Allocation (Note 4)	219,142
Consultant/Contract Services	1,005,384
Capital Outlay	138,988
County Council on Aging	298,864
Other	1,429,418
TOTAL EXPENDITURES	<u>6,960,522</u>
Excess (Deficit) of Revenues Over Expenditures	107,390
TRANSFER FROM (TO) OTHER FUNDS	-
OTHER FUNDING SOURCES/(USES)	-
BEGINNING FUND BALANCE	<u>869,534</u>
YEAR END FUND BALANCE	<u>\$ 976,924</u>

The notes to the financial statements are an integral part of this statement

Five County Association of Governments

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2006

Net change in fund balances - total governmental funds	\$ 107,390
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Amounts reported for governmental activities differs from the statement of activities as follows:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$3,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Changes in Assets	\$ (3,322)	
Depreciation	<u>(34,493)</u>	
Total Capital Assets		(37,815)

Accrued leave is recognized as an expenditure in the governmental funds when it is paid. In the statement of activities, however, the expense for accrued leave is recognized as it accrues. The effect of this difference in treatment is as follows:

Accrued Leave	\$ 44,785	
Total Long-term Liabilities		<u>44,785</u>

Change in net assets of governmental activities	<u>\$ 114,360</u>
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The notes to the financial statements are an integral part of this statement

Five County Association of Governments
Combined Balance Sheet - All Fiduciary Fund Types
June 30, 2006

	<u>Fiduciary Fund Type</u>	
	<u>Nonexpendable Trust</u>	<u>Agency Fund</u>
<i>Assets:</i>		
Cash	\$ 1,055,513	\$ 1,036
Accrued Interest	1,724	-
Notes Receivable	693,777	-
Other Assets	-	-
Land Aquired Through Foreclosure	226,002	-
<i>Total Assets</i>	<u>\$ 1,977,016</u>	<u>\$ 1,036</u>
<i>Liabilities and Fund Balances:</i>		
Accounts Payable	\$ -	\$ -
Due to SUPAC	-	1,036
Deferred Compensation	-	-
Fund Balance	1,977,016	-
<i>Total Liabilities and Fund Balance</i>	<u>\$ 1,977,016</u>	<u>\$ 1,036</u>

The notes to the financial statements are an integral part of this statement

Five County Association of Governments
Combined Statement of Revenues, Expenses and Changes in Fund Balance
Nonexpendable Trust Funds for the Year Ended June 30, 2006

	Fiduciary Fund Type <u>Nonexpendable Trust</u>
<i>Revenues:</i>	
Federal Contracts	\$ -
State Contracts	57,245
Interest	64,214
Other	22,902
Total Revenues	<u>144,361</u>
<i>Expenditures:</i>	
Legal Fees	5,076
Other Costs and Repossessions	-
Bad Debts	4,910
Closing Costs	25,860
Administrative	22,239
Total Expenditures	<u>58,085</u>
Excess (Deficit) of Revenues Over Expenditures	86,276
Beginning Fund Balance	<u>1,890,740</u>
Year End Fund Balance	<u>\$ 1,977,016</u>

The notes to the financial statements are an integral part of this statement

Five County Association of Governments
Combined Statement of Cash Flows - Nonexpendable Trust Funds
For the Year Ended June 30, 2006

	<u>June 30, 2006</u>
<i>Cash Provided By:</i>	
Operating Activities	
Net Income (Loss)	\$ 86,276
<i>Change in Operating Assets and Liabilities:</i>	
(Increase)/Decrease in Accrued Interest Income	1,019
Loans Charged Off as Uncollectable	-
<i>Net Cash Provided by Operating Activity</i>	<u>87,295</u>
<i>Investing Activities:</i>	
Principal Repayments from Customers	327,832
Loans Made to Customers	<u>(165,094)</u>
<i>Net Cash Used in Investing Activities</i>	<u>162,738</u>
Increase/(Decrease) in Cash Equivalents	250,033
Cash and Cash Equivalents at Beginning of Year	<u>805,480</u>
<i>Cash and Cash Equivalents at End of Year</i>	<u>\$ 1,055,513</u>

The notes to the financial statements are an integral part of this statement

NOTES TO THE FINANCIAL STATEMENTS

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The Five County Association of Governments (the Association) was established in 1973 by representatives of local governments of Beaver, Garfield, Iron, Kane and Washington counties in the State of Utah in accordance with an Executive Order issued by Governor Rampton in 1970. The Executive Order fixed the boundaries of multi-county districts for planning and development in the State of Utah. All county and municipal units of government within each district were requested to cooperate and participate in establishing a multi-county association of governments under the terms of the Inter-local Cooperation Act of 1965. The main purposes of the districting and the establishment of Association of Governments were to facilitate area-wide planning and development activities, to provide a strengthened role of county and municipal officials in the execution of state and federal programs at the local level, and to eliminate duplication and competition between various levels of government and thus facilitate the most effective use of the State's resources.

The Association has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship to the Association are such that exclusion would cause the Association's financial statements to be misleading or incomplete. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth by the Governmental Accounting Standards Board. The basic, but not only, criterion for including a potential component unit within the reporting entity is whether or not the Association exercises significant influence over the potential component unit. Significant influence or accountability is based primarily on operational or financial relationships with the Association. The Five County Association of Governments has no component units as defined by the pronouncement of the Governmental Accounting Standards Board.

The accounting and reporting policies of the Five County Association of Governments (the Association) conform with generally accepted accounting principles as applicable to state and local governmental entities. The following is a summary of the more significant policies.

Government-wide and Fund Financial Statements - The *government-wide financial statements* (the statement of net assets and the statement of changes in net assets) report information on all of the activities of the Association. These statements include the financial activities of the overall government, except for fiduciary activities.

**FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Association's governmental activities. Direct expenses are those which are specifically associated with a function, and therefore, are clearly identifiable to a particular function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. The Association reports the following major governmental funds:

General Fund - The general fund is the general operating fund of the Association and accounts for all revenues and expenditures not designated to other funds. The general fund consists of twenty-seven individual funds which are segregated for the purpose of carrying on specific activities. These individual funds consist of the Administration fund, Aging Waiver, HOME Program, Case Management, Community & Economic Development, Special contracts, Area Agency on Aging, Weatherization, RSVP, Human Services, County Volunteer Centers, Child Care Resource & Referral, Nutrition, Heat Assistance, Senior Companion, Foster Grandparent, United Way, Transportation Planning, Cedar Area Transit System, Alzheimer's Association, MIC, and Habitat for Humanity.

Fiduciary Fund Types

Trust and Agency Funds - Trust and agency funds are used to account for assets held by the Association in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include expendable trust, nonexpendable trust, pension trust and agency funds. Nonexpendable trust and pension trust funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

Nonexpendable Trust Funds - The revolving loan fund was created by the Association with grant monies to provide financing for qualified businesses in the Five County Area. The down payment assistance fund was created with state funding to provide financing to enable lower income and first time home buyers in the Five County Area to make the down payment on the purchase of a home. The activities of the revolving loan and down payment assistance funds are governed by the Steering Committee of the Association and the funds' financial information are included in the Association's basic financial statements as nonexpendable trust funds.

Agency Fund - The Association acts as an agent for the Southern Utah Planning Authorities Council (S.U.P.A.C.). Member entities pay membership dues to cover the cost of printing and postage. The activity of this fund is accounted for in a separate agency fund.

Measurement focus, basis of accounting, and financial statement presentation - The *government-wide financial statements, and fiduciary fund financial statements* are reported using the economic measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the Association receives value without directly giving equal value in exchange, include grants and donations.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Association considers all revenues reported in the governmental funds to be available if the revenues are collected within approximately sixty days after year end. Revenues are generated primarily from grants and contracts with federal and state agencies with matching funds from local participants in the Association and client fees for services. Contracts which are generally fixed in nature, occasionally cover periods different from the Association's fiscal year. In such cases revenues are recognized based on expenditures incurred. Excesses of expenditures over revenues (if any) are either renegotiated with the funding agency or reimbursed by participants in the Association.

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

Capital Assets - The capital assets of the Department, which include buildings and improvements, furniture and fixtures, machines and equipment, and vehicles are reported in the government-wide financial statements. The Association defines capital assets as assets with an initial, individual cost of more than \$3,000 and an estimated useful life in excess of two years. Purchased or constructed capital assets are reported at cost. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extended assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized.

Capital assets of the Association are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	5 - 40
Leasehold Improvements	10
Vehicles	5 - 10
Machines and Equipments	5 - 20
Furniture and Fixtures	5 - 20

Comparative Data - Comparative data for the prior accounting period has been presented in certain of the accompanying financial statements in order to provide an understanding of changes in financial operations.

Budgetary Data - The Association adopts a budget for all funds except trust and agency funds. The adopted budget is prepared using the same basis of accounting as the Association's financial statements. All budget amounts presented in the accompanying financial statements and supplementary information have been adjusted for legally authorized revisions of the annual budgets during the year.

Encumbrance Accounting - The Association does not use encumbrance accounting.

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 - CASH AND INVESTMENTS

The Association maintains a cash pool that is available for use by all Governmental Fund Types. Separate accounts are maintained for trust funds. The Association has no investments. At June 30, 2006, the carrying amount of the Association's deposits was \$1,565,224 and the bank balances were \$1,775,050. Of the bank balances, \$165,718 was covered by Federal Depository Insurance and \$1,609,332 was uninsured and uncollateralized. Deposits are not collateralized nor are they required to be by State statute. For purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash on hand and in banks.

NOTE 3 - INVENTORY

The Association's inventory consists of material and supplies used in the weatherization program. The inventory is recorded at cost based on the first-in first-out method. A reservation of fund balance has been set up for the inventory.

NOTE 4 - INDIRECT COST ALLOCATIONS

Certain expenditures of the administration fund have been allocated as indirect cost allocations to other funds. These allocated expenditures are offset by indirect credits totaling \$219,142 and \$204,343 for the years ended June 30, 2006 and June 30, 2005 respectively in the "Revenue" section of the administration fund. The allocation of indirect costs by the Association is in accordance with requirements of OMB Circular A-87. Therefore, those allowable costs incurred for a common or joint purpose benefitting more than one program or fund and not readily assignable to the benefitted program or fund were allocated to the various benefitted funds based on actual salaries, wages and fringe benefits of applicable personnel in those funds.

NOTE 5 - ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2006 and 2005 consist of the following:

	<u>2006</u>	<u>2005</u>
Federal Monies Due from Other Governmental Units	\$ 364,919	\$ 317,075
State Monies Due from Other Governmental Units	331,524	286,765
Other	<u>56,853</u>	<u>48,245</u>
Totals	<u>\$ 753,296</u>	<u>\$ 652,085</u>

Due from other governmental units consist of billings for reimbursement of costs on contracts made prior to June 30. Accrued interest consists of interest earned but not yet received on loans made by the Revolving Loan Fund.

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 6 - NOTES RECEIVABLE

Notes receivable consists of loans made by the Revolving Loan Fund to private businesses and individuals in the Five County Area. The loans bear interest ranging from 4 to 9.5% and are for periods from 3 to 15 years. Each of the loans are secured by trust deeds and/or other security agreements in favor of the Association. No reserve has been established for potential losses from uncollectible loans.

During the year ended June 30, 2006, 2 new loans totaling \$165,094 were made. At June 30, 2006, 2 loans were delinquent.

Due to the nature of the revolving loan fund, all of the loans should be considered as credit risks. If all of the loans were to be uncollectible, the entire amount due from 14 loans amounting to \$ 950,257 would be recorded as a loss.

NOTE 7 - CAPITAL ASSETS

Capital assets as of June 30, 2006, consisted of the following:

	Balance at 6/30/05	<u>Additions</u>	<u>Retirements</u>	Balance at 6/30/06
Building	\$ 922,271	\$ -	\$ -	\$ 922,271
Building Improvements	5,400	-	-	5,400
Land	135,000	-	-	135,000
Office Furniture & Equipment	41,987	-	-	41,987
Vehicles	167,961	-	18,349	149,612
Totals	<u>\$ 1,272,619</u>	<u>\$ -</u>	<u>\$ 18,349</u>	<u>\$ 1,254,270</u>
Accumulated Depreciation				
Building	\$ 68,282	\$ 14,338	\$ -	\$ 82,620
Building Improvements	270	135	-	405
Office Furniture & Equipment	13,948	4,294	-	18,242
Vehicles	61,547	15,726	15,026	62,247
Totals	<u>\$ 144,047</u>	<u>\$ 34,493</u>	<u>\$ 15,026</u>	<u>\$ 163,514</u>

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 8 - DEFERRED REVENUE - ACCRUED REVENUE

Deferred revenue in the accompanying balance sheet represents the excess of federal and state monies received over amounts expended on particular programs. These monies will be recognized in the period that the expenditures are made. Total deferred revenue at June 30, 2006 and 2005 amounted to \$148,964 and \$103,137, respectively. The deferred revenue at June 30, 2006 and 2005 was made up of the following amounts:

	<u>2006</u>	<u>2005</u>
Federal	\$ 92,699	\$ 21,350
State	<u>56,265</u>	<u>81,787</u>
Total	<u>\$ 148,964</u>	<u>\$ 103,137</u>

Accrued revenue represents the excess of expenditures over monies received and amounted to \$205,574 and \$37,480 at June 30, 2006 and 2005 respectively. The total of accounts receivable and accrued revenue receivable were made up of the following as of June 30, 2006:

	<u>Federal</u>	<u>State & Local</u>	<u>Total</u>
Accounts Receivable	\$ 364,919	\$ 388,377	\$ 753,296
Accrued Revenues	<u>186,340</u>	<u>19,234</u>	<u>205,574</u>
Total	<u>\$ 551,259</u>	<u>\$ 407,611</u>	<u>\$ 958,870</u>

NOTE 9 - REVOLVING LOAN FUND

The revolving loan fund was created by the Steering Committee of the Association. The fund was created with grant monies received from the Department of Housing and Urban Development, the Economic Development Administration and the Farmers Home Administration. The purpose of the fund is to create permanent long terms jobs within the Five County region by providing "gap" financing to qualified businesses for eligible activities. Loans made through the fund are intended to help bridge the gap created by shortfalls in commercial financing. Funds are repaid into the program and recycled to other businesses, thus allowing an ongoing job creation program for southwest Utah.

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 10 - RETIREMENT PLAN

The Association contributes to the Local Governmental Contributory Retirement System, and Local Governmental Noncontributory Retirement System, Public Safety Retirement System for employers with Social Security coverage, and Firefighters Retirement System which are for employers with Social Security coverage, all of which are cost sharing multiple employer defined benefit pension plans administered by the Utah Retirement Systems (Systems). The Systems provide refunds, retirement benefits, annual cost of living allowances and death benefits to plan members and beneficiaries in accordance with retirement statutes established and amended by the State Legislature.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 (Chapter 49) as amended, which also establishes the Utah State Retirement Office (Office) for the administration of the Utah Retirement Systems and plans. Chapter 49 places the Systems, the Office and related plans and programs under the direction of the Utah State Retirement Board (Board) whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Systems and Plans. A copy of the report may be obtained by writing to the Utah Retirement System, 540 East 200 S, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

Local Government Retirement System

	<u>Noncontributory Plan</u>	<u>Contributory Plan</u>
Employee's Portion:		
Paid by Employer	0.00%	6.00%
Employer's Portion:		
Paid by Employer	<u>11.09%</u>	<u>7.08%</u>
Totals	<u>11.09%</u>	<u>13.08%</u>
Salaries:		
2006	\$ 1,290,760	\$ 48,769
2005	1,184,458	46,524
2004	1,089,829	44,512
Association Contributions:		
2006	\$ 143,145	\$ 6,379
2005	131,356	6,085
2004	104,842	5,168

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 10 - RETIREMENT PLAN (CONTINUED)

The contributions made by the Association for the year ended June 30, 2006, were paid by the due dates or within 30 days thereafter and were equal to the required contributions for the year. The Association commenced participation in the Local Government Noncontributory System at July 1, 1995. The contribution rates are actuarially determined ratios and are approved by the board as authorized by chapter 49. The Association also provides eligible employees with a 401(k) deferred compensation plan under a plan administered by the Utah State Retirement Office. Employee contributions and employer for the employee contributions to this plan amounted to the following for each respective year:

	<u>Employee Paid Contributions</u>	<u>Employer Paid for Employee Contributions</u>
2006	\$ 31,225	\$ 15,901
2005	27,813	17,907
2004	25,403	16,010

The Utah Retirement Systems have adopted Governmental Accounting Standards Board Statement 32 (GASB No. 32), *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. This resulted in reporting the 457 Plans as a 'Trust Fund' rather than an 'Agency Fund' as previously reported. Now all of the assets and income of the 457 Plan are held in trust for the exclusive benefit of the participants or their beneficiaries rather than the assets of the employer and are therefore no longer included in the Association's financial statements.

NOTE 11 - TRANSFERS RECORDED AS REVENUES & EXPENDITURES

Included in revenue and expenditures are transfers between the individual funds making up the total general funds. Frequently funds will be received into one fund such as number 6 special contracts and recorded there as revenue. Later those funds may be moved to another fund such as number 10 Human Services and the transfer has been recorded as an expenditure from the transferring program or individual general fund and as revenue in the receiving fund. The following is a summary of such transfers made during the year ended June 30, 2006:

<u>FUND</u>	<u>IN</u>	<u>OUT</u>
# 6 Special Contracts	-	162,642
# 9 Senior Volunteer	-	3,200
# 10 Human Services	171,354	-
# 19 Volunteer Center	2,500	-
# 20 Foster Grandparent	700	-
# 20 Foster Grandparent	-	8,712
Totals	<u>\$ 174,554</u>	<u>\$ 174,554</u>

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
NOTES TO THE FINANCIAL STATEMENTS

NOTE 12 - OPERATING LEASES

Management has entered into several operating leases or rental agreements. The minimum rental payments by year are as follows:

Year Ended			
<u>June 30</u>	<u>Postage Machine</u>	<u>Copiers</u>	<u>Total</u>
2007	\$ 4,716	\$ 13,838	\$ 18,554
2008	4,716	7,539	12,255
2009	<u>1,179</u>	<u>1,267</u>	<u>2,446</u>
	<u>\$ 10,611</u>	<u>\$ 22,644</u>	<u>\$ 33,255</u>

Rental expense for the year ended June 30, 2006 and 2005 amounted to \$ 75,348 and \$68,781 for each respective year.

BUDGETARY COMPARISON SCHEDULE
(Required Supplementary Information)

Five County Association of Governments
Combined Statement of Revenues, Expenditures and Change in Fund Balance
Budget and Actual - General Fund Types
For the Year Ended June 30, 2006

	General Fund Types			
	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Revised		
REVENUES:				
State	\$ 1,668,821	\$ 1,733,421	\$ 1,435,473	\$ (297,948)
Federal	3,670,885	3,847,681	3,104,842	(742,839)
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	241,500	247,950	242,774	(5,176)
County/Local Participation	536,491	560,605	619,988	59,383
Accrued (Deferred) Revenue	-	-	122,264	122,264
Other	1,164,128	1,748,678	1,542,571	(206,107)
TOTAL REVENUES	7,281,825	8,138,335	7,067,912	(1,070,423)
EXPENDITURES:				
Director	454,250	465,401	440,770	24,631
Planner	895,301	924,515	833,065	91,450
Supervisor	429,910	476,455	431,071	45,384
Secretarial	161,500	151,537	105,691	45,846
Payroll Taxes	154,935	172,759	136,981	35,778
State Retirement	166,127	175,692	151,534	24,158
Group Insurance	358,874	386,891	313,867	73,024
Total Payroll & Related Expense	2,620,897	2,753,250	2,412,979	340,271
Materials	1,207,200	1,210,700	1,046,820	163,880
Fiscal Management	17,500	17,500	15,788	1,712
Rent	77,477	85,707	75,348	10,359
Travel	172,809	196,112	164,330	31,782
Printing	33,400	48,800	40,903	7,897
Postage	33,750	34,650	27,354	7,296
Telephone	43,125	43,175	32,600	10,575
Office Supplies	58,650	73,844	52,604	21,240
Indirect Cost Allocation (Note 4)	241,606	246,399	219,142	27,257
Consultant/Contract Services	818,499	1,302,089	1,005,384	296,705
Capital Outlay	162,481	193,694	138,988	54,706
County Council on Aging	285,000	307,500	298,864	8,636
Other	1,555,996	1,876,656	1,429,418	447,238
TOTAL EXPENDITURES	7,328,390	8,390,076	6,960,522	1,429,554
Excess (Deficit) of Revenues Over Expenditures	(46,565)	(251,741)	107,390	359,131
TRANSFER FROM (TO) OTHER FUNDS	103,750	121,250	-	(121,250)
OTHER FUNDING SOURCES/(USES)	-	-	-	-
BEGINNING FUND BALANCE	869,534	869,534	869,534	-
YEAR END FUND BALANCE	\$ 926,719	\$ 739,043	\$ 976,924	\$ 237,881

The notes to the financial statements are an integral part of this statement

Five County Association of Governments
Combining Balance Sheet - All General Funds
June 30, 2006

	<u>Fund 1</u>	<u>Fund 2</u>	<u>Fund 3</u>	<u>Fund 4</u>	<u>Fund 5</u>
	<u>Administration</u>	<u>Aging Waiver</u>	<u>Home Rehabilitation</u>	<u>Case Management</u>	<u>Community Planning</u>
Assets:					
Cash	\$ -	\$ -	\$ -	\$ 26,564	\$ 407,990
Accounts Receivable	35	15,361	3,356	1,138	95,608
Accrued Revenue Receivable	-	3	13,662	-	23,839
Inventory	-	-	-	-	-
Total Assets	<u>\$ 35</u>	<u>\$ 15,364</u>	<u>\$ 17,018</u>	<u>\$ 27,702</u>	<u>\$ 527,437</u>
Liabilities and Fund Balances:					
Negative Cash Balances	\$ 361	\$ 13,038	\$ 16,484	\$ -	\$ -
Accounts Payable	4,252	2,326	534	1,200	10,553
Accrued Liabilities	(3,209)	-	-	-	1,183
Deferred Revenue	-	-	-	-	11,318
Fund Balance:					
Unreserved	(1,369)	-	-	26,502	504,383
Reserved for Inventory	-	-	-	-	-
Total Liabilities and Fund Balances	<u>\$ 35</u>	<u>\$ 15,364</u>	<u>\$ 17,018</u>	<u>\$ 27,702</u>	<u>\$ 527,437</u>

See Notes to Financial Statements

<u>Fund 6</u> <u>Special</u> <u>Contracts</u>	<u>Fund 7</u> <u>Agency on</u> <u>Aging</u>	<u>Fund 8</u> <u>Weatherization</u>	<u>Fund 9</u> <u>Volunteer</u> <u>Program</u>	<u>Fund 10</u> <u>Human</u> <u>Services</u>	<u>Fund 11</u> <u>Volunteer</u> <u>Center</u>	<u>Fund 13</u> <u>Child</u> <u>Care</u>	<u>Fund 14</u> <u>Nutrition</u>
\$ -	\$ 7,702	\$ -	\$ -	\$ -	\$ 7,120	\$ -	\$ 108,494
140,375	46,251	45,426	34,130	6,371	-	76,546	162,930
50,055	-	-	-	-	-	-	-
-	-	55,549	-	-	-	-	-
<u>\$ 190,430</u>	<u>\$ 53,953</u>	<u>\$ 100,975</u>	<u>\$ 34,130</u>	<u>\$ 6,371</u>	<u>\$ 7,120</u>	<u>\$ 76,546</u>	<u>\$ 271,424</u>
\$ 60,450	\$ -	\$ 31,811	\$ 5,079	\$ 3,177	\$ -	\$ 36,563	\$ -
59,357	40,727	2,714	15,829	1,936	290	6,408	160,552
-	-	-	-	-	-	-	-
62,199	-	10,901	13,222	-	-	-	-
8,424	13,226	-	-	1,258	6,830	33,575	110,872
-	-	55,549	-	-	-	-	-
<u>\$ 190,430</u>	<u>\$ 53,953</u>	<u>\$ 100,975</u>	<u>\$ 34,130</u>	<u>\$ 6,371</u>	<u>\$ 7,120</u>	<u>\$ 76,546</u>	<u>\$ 271,424</u>

Five County Association of Governments
Combining Balance Sheet - All General Funds
June 30, 2006

(Continued)

	<u>Fund 15</u>	<u>Fund 18</u>	<u>Fund 19</u>	<u>Fund 20</u>	<u>Fund 22</u>
	<u>Heat</u>	<u>Senior</u>	<u>Volunteer</u>	<u>Foster</u>	<u>United Way</u>
	<u>Assistance</u>	<u>Companion</u>	<u>Center</u>	<u>Grandparent</u>	<u>Wash Co</u>
Assets:					
Cash	\$ -	\$ 23,649	\$ 14,886	\$ 8,898	\$ 897
Accounts Receivable	18,569	-	25	12,324	121
Accrued Revenue Receivable	-	-	-	-	-
Inventory	-	-	-	-	-
Total Assets	<u><u>\$ 18,569</u></u>	<u><u>\$ 23,649</u></u>	<u><u>\$ 14,911</u></u>	<u><u>\$ 21,222</u></u>	<u><u>\$ 1,018</u></u>
Liabilities and Fund Balances:					
Negative Cash Balances	\$ 13,347	\$ -	\$ -	\$ -	\$ -
Accounts Payable	271	728	837	1,513	1,018
Accrued Liabilities	2,931	-	-	-	-
Deferred Revenue	2,020	22,921	-	19,709	-
Fund Balance:					
Unreserved	-	-	14,074	-	-
Reserved for Inventory	-	-	-	-	-
Total Liabilities and Fund Balances	<u><u>\$ 18,569</u></u>	<u><u>\$ 23,649</u></u>	<u><u>\$ 14,911</u></u>	<u><u>\$ 21,222</u></u>	<u><u>\$ 1,018</u></u>

<u>Fund 25</u> Transportation Planning	<u>Fund 26</u> Cedar Area Transit Planning	<u>Fund 27</u> Senior Companion	<u>Fund 28</u> Volunteer CTR Kane CO.	<u>Fund 29</u> Alzheimer's Association	<u>Fund 30</u> United Way Cedar City
\$ 94,509	\$ -	\$ -	\$ 16,039	\$ -	\$ 3
57,544	-	29,346	-	142	-
-	117,935	-	-	80	-
-	-	-	-	-	-
<u>\$ 152,053</u>	<u>\$ 117,935</u>	<u>\$ 29,346</u>	<u>\$ 16,039</u>	<u>\$ 222</u>	<u>\$ 3</u>
\$ -	\$ 101,483	\$ 16,250	\$ -	\$ 142	\$ -
5,371	16,452	6,422	645	80	9
-	-	-	-	-	-
-	-	6,674	-	-	-
146,682	-	-	15,394	-	(6)
-	-	-	-	-	-
<u>\$ 152,053</u>	<u>\$ 117,935</u>	<u>\$ 29,346</u>	<u>\$ 16,039</u>	<u>\$ 222</u>	<u>\$ 3</u>

<u>Fund 32</u> MIC Program	<u>Fund 33</u> Habitat for Humanity	<u>Totals</u> (Memorandum Only)	
		<u>June 30, 2006</u>	<u>June 30, 2005</u>
\$ 90,258	\$ -	\$ 807,009	\$ 788,859
7,544	154	753,296	652,085
-	-	205,574	37,480
-	-	55,549	61,347
<u>\$ 97,802</u>	<u>\$ 154</u>	<u>\$ 1,821,428</u>	<u>\$ 1,539,771</u>
\$ -	\$ 154	\$ 298,339	\$ 168,399
56,190	82	396,296	397,820
-	-	905	881
-	-	148,964	103,137
41,612	(82)	921,375	808,187
-	-	55,549	61,347
<u>\$ 97,802</u>	<u>\$ 154</u>	<u>\$ 1,821,428</u>	<u>\$ 1,539,771</u>

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

Five County Association of Governments
Combining Balance Sheet -Fiduciary Fund Types
Nonexpendable Trust Funds
June 30, 2006

	<u>Nonexpendable Trust Funds</u>		<u>Totals (Memorandum Only)</u>	
	<u>Down Payment Assistance</u>	<u>Revolving Loan Fund</u>	<u>June 30, 2006</u>	<u>June 30, 2005</u>
Assets:				
Cash	\$ 44,675	\$ 1,010,838	\$ 1,055,513	\$ 805,480
Accrued Interest	-	1,724	1,724	2,743
Notes Receivable	-	693,777	693,777	856,515
Other Assets	-	-	-	-
Land Aquired Through Foreclosure	-	226,002	226,002	226,002
Total Assets	\$ 44,675	\$ 1,932,341	\$ 1,977,016	\$ 1,890,740
Liabilities and Fund Balances:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deferred Compensation	-	-	-	-
Fund Balance	44,675	1,932,341	1,977,016	1,890,740
Total Liabilities and Fund Balance	\$ 44,675	\$ 1,932,341	\$ 1,977,016	\$ 1,890,740

See Notes to Financial Statements

Five County Association of Governments
Statement of Changes in Assets and Liabilities -
All Agency Funds
For the Year Ended June 30, 2006

	<u>Balance</u> <u>June 30, 2005</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2006</u>
<i>Southern Utah Planning Authorities Council:</i>				
<i>Assets:</i>				
Cash	\$ 1,121	\$ 1,171	\$ 1,256	\$ 1,036
<i>Liabilities:</i>				
Due to SUPAC	\$ 1,121	\$ 1,171	\$ 1,256 0	\$ 1,036

See Notes to Financial Statements

Five County Association of Governments
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
All General Funds
For The Year Ended June 30, 2006

	<u>Fund 1</u>	<u>Fund 2</u>	<u>Fund 3</u>	<u>Fund 4</u>	<u>Fund 5</u>	<u>Fund 6</u>	<u>Fund 7</u>	<u>Fund 8</u>
	<u>Administration</u>	<u>Aging Waiver</u>	<u>Home Rehabilitation</u>	<u>Case Management</u>	<u>Community Planning</u>	<u>Special Contracts</u>	<u>Area Agency On Aging</u>	<u>Weatherization</u>
REVENUES:								
State	\$ -	\$ 50,220	\$ 39,873	\$ 126,614	\$ 92,041	\$ 606,147	\$ 121,212	\$ 15,849
Federal	-	50,219	106,091	-	244,698	472,410	243,219	388,219
State Appropriations	-	-	-	-	-	-	-	-
Indirect Cost Allocations	242,774	-	-	-	-	-	-	-
County/Local Participation	-	-	887	-	257,659	13,584	-	6,465
Accrued (Deferred) Revenue	-	3	9,887	-	24,380	28,314	-	(1,619)
Other	440	-	45	-	32,878	35,803	-	-
TOTAL REVENUES	243,214	100,442	156,783	126,614	651,656	1,156,258	364,431	408,914
EXPENDITURES:								
Director	83,491	10,525	-	396	96,395	-	28,774	-
Planner/Coordinator	-	18,688	23,621	76,905	276,382	-	-	36,795
Supervisor	-	19,962	-	-	-	-	-	95,131
Secretarial	53,228	11,148	-	-	7,045	-	5,820	1,944
Payroll Taxes	11,561	4,254	2,428	7,291	30,021	-	3,373	13,889
State Retirement	14,486	4,487	2,619	8,538	42,031	-	4,196	15,298
Group Insurance	18,626	12,992	10,289	23,945	57,806	-	7,400	41,723
Total Payroll & Related Expense	181,392	82,056	38,957	117,075	509,680	-	49,563	204,780
Materials	-	-	-	-	-	-	-	153,344
Fiscal Management	15,788	-	-	-	-	-	-	-
Rent	7,972	1,393	1,327	3,575	5,712	-	1,511	4,307
Travel	12,786	2,692	2,944	5,142	28,263	-	6,233	26,798
Printing	8,911	2,119	267	1,358	3,758	-	781	818
Postage	3,501	168	276	1,052	1,915	-	560	607
Telephone	1,813	767	545	2,606	1,564	-	624	2,516
Office Supplies	2,673	541	419	488	3,885	-	1,071	1,431
Indirect Cost Allocation	-	9,765	4,636	13,932	60,652	-	5,898	6,505
Consultant/Contract Services	-	941	-	-	803	-	-	94
Capital Outlay	500	-	189	-	6,354	-	2,934	10,290
County Council on Aging	-	-	-	-	-	-	294,664	-
Other	32,213	-	107,223	-	3,984	989,354	-	3,222
TOTAL EXPENDITURES	267,549	100,442	156,783	145,228	626,570	989,354	363,839	414,712
Excess (Deficit) of Revenues Over Expenditure	(24,335)	-	-	(18,614)	25,086	166,904	592	(5,798)
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-	-	(162,642)	-	-
OTHER FUNDING SOURCES/(USES)	-	-	-	-	-	-	-	-
BEGINNING FUND BALANCE	22,966	-	-	45,116	479,297	4,162	12,634	61,347
YEAR END FUND BALANCE	\$ (1,369)	\$ -	\$ -	\$ 26,502	\$ 504,383	\$ 8,424	\$ 13,226	\$ 55,549

See Notes to Financial Statements

<u>Fund 9</u> Senior Volunteer Program	<u>Fund 10</u> Human Services	<u>Fund 11</u> Volunteer Center-Iron Co	<u>Fund 13</u> Child Care	<u>Fund 14</u> Nutrition	<u>Fund 15</u> Heat Assistance	<u>Fund 18</u> Companion Services	<u>Fund 19</u> Volunteer Center-Wash Co	<u>Fund 20</u> Foster Grandparent	<u>Fund 22</u> United Way Wash Co
\$ 5,500 185,179 - - - (8,289) 1,650 184,040	\$ - - - 21,629 - - - 21,629	\$ - - - 15,500 - 3,663 - 19,163	\$ - 459,700 - - - - 14,322 474,022	\$ 346,973 398,013 - - - - 302,102 1,047,088	\$ - 150,495 - - - (701) - - 149,794	\$ 20,190 - - - - 2,370 - - 22,560	\$ - 2,750 - - 82,563 - 7,994 93,307	\$ 5,354 85,204 - - - (19,709) 300 71,149	\$ - - - 99,386 - - - 99,386
39,387 30,562 - - 5,748 6,074 12,640 94,411	63,724 31,018 - 10,435 9,281 12,287 24,379 151,124	- 8,593 - 5,397 831 838 1,228 16,887	54,216 109,227 74,268 - 19,592 20,429 51,515 329,247	26,138 - 79,472 - 2,606 3,225 4,521 115,962	- - 56,153 3,543 5,502 437 967 66,602	- 2,887 - 2,624 555 571 1,454 8,091	- 73,429 - - 2,026 1,290 2,587 79,332	- 18,904 - - 1,663 1,822 4,365 26,754	28,426 25,581 - - 5,052 3,821 13,329 76,209
- - 4,949 5,354 3,815 4,842 1,829 10,498 11,235 - 6,631 37,276 180,840	- - 2,040 11,547 3,783 1,100 1,440 3,454 17,984 - - - 192,472	- - 2,258 2,253 448 125 544 1,532 2,009 - 170 - 26,226	- - 16,936 17,540 3,625 6,710 8,762 4,135 39,085 - 3,560 50,772 480,372	832,978 - 388 10,452 48 136 591 14 4,342 - - 5,475 970,386	60,498 - 6,713 5,443 526 743 1,550 1,911 625 - 983 4,200 149,794	- - - 42 - 21 - - 963 - - - 22,560	- - 2,439 10,310 1,934 614 1,684 10,091 3,274 - - 880 110,578	- - 493 1,067 1,157 513 1,333 1,518 3,184 - - 62,137 98,156	- - 5,280 1,456 1,357 1,042 927 2,585 9,069 1,461 - - 99,386
3,200 (3,200) - - - 747	(170,843) 171,354 - - - 747	(7,063) - - - - 13,893	(6,350) - - - - 39,925	76,702 - - - - 34,170	- - - - - -	- - - - - -	(17,271) 2,500 - - 28,845	(27,007) 700 - - 26,307	- - - -
\$ -	\$ 1,258	\$ 6,830	\$ 33,575	\$ 110,872	\$ -	\$ -	\$ 14,074	\$ -	\$ -

<u>Fund 25</u>	<u>Fund 26</u>	<u>Fund 27</u>	<u>Fund 28</u>	<u>Fund 29</u>	<u>Fund 30</u>	<u>Fund 32</u>	<u>Fund 33</u>	<u>Totals</u>	
Transportation	Cedar Area	Senior	Volunteer CTR	Alzheimer's	United Way	MIC	Habitat for	<u>(Memorandum Only)</u>	
Planning	Transit System	Companion	Kane County	Association	Cedar City	Program	Humanity	June 30, 2006	June 30, 2005
\$ -	\$ -	\$ 5,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,435,473	\$ 1,365,714
121,455	76,248	118,152	-	2,790	-	-	-	3,104,842	3,645,208
-	-	-	-	-	-	-	-	-	-
95,981	-	621	22,500	-	253	-	2,960	242,774	220,928
-	94,227	(6,675)	-	76	-	-	-	619,988	559,580
-	-	45	700	-	-	1,142,629	-	122,264	(32,585)
-	-	-	-	-	-	-	-	1,542,571	915,722
217,436	170,475	117,643	23,200	2,866	253	1,142,629	2,960	7,067,912	6,674,567
-	-	-	-	-	-	9,298	-	440,770	400,311
71,000	-	17,298	12,175	-	-	-	-	833,065	748,987
-	46,507	-	-	-	-	59,578	-	431,071	567,361
-	-	-	-	-	156	4,351	-	105,691	99,213
949	-	1,601	1,122	-	15	7,621	-	136,981	133,259
-	-	914	-	-	-	8,171	-	151,534	145,093
-	-	2,402	-	-	-	21,699	-	313,867	318,268
71,949	46,507	22,215	13,297	-	171	110,718	-	2,412,979	2,412,492
-	-	-	-	-	-	-	-	1,046,820	1,063,496
-	-	-	-	-	-	-	-	15,788	15,372
853	-	457	3,075	713	-	1,689	1,248	75,348	68,781
8,681	265	949	880	-	-	3,233	-	164,330	171,647
908	-	799	-	639	37	3,262	533	40,903	30,470
56	-	680	37	1,354	29	272	1,001	27,354	25,119
318	-	2,001	446	128	1	394	217	32,600	34,393
1,185	1,766	1,460	680	12	-	1,212	43	52,604	40,555
8,562	-	2,644	1,582	-	21	13,175	-	219,142	204,343
44,645	-	-	-	-	-	958,901	-	1,005,384	450,719
4,862	97,754	-	-	-	-	3,300	-	138,988	79,960
-	-	-	-	-	-	-	-	298,864	253,115
-	15,471	86,438	-	-	-	21,530	-	1,429,418	1,637,951
142,019	161,763	117,643	19,997	2,866	259	1,117,686	3,042	6,960,522	6,488,413
75,417	8,712	-	3,203	-	(6)	24,943	(82)	107,390	186,154
-	(8,712)	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
71,265	-	-	12,191	-	-	16,669	-	869,534	683,380
\$ 146,682	\$ -	\$ -	\$ 15,394	\$ -	\$ (6)	\$ 41,612	\$ (82)	\$ 976,924	\$ 869,534

Five County Association of Governments
Administration
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	247,950	242,774	(5,176)	220,928
County/Local Participation	6,000	-	(6,000)	3,000
Accrued (Deferred) Revenue	-	-	-	-
Other	500	440	(60)	5,019
TOTAL REVENUES	254,450	243,214	(11,236)	228,947
EXPENDITURES:				
Director	83,875	83,491	384	69,697
Planner	-	-	-	-
Supervisor	-	-	-	-
Secretarial	54,531	53,228	1,303	50,098
Payroll Taxes	14,546	11,561	2,985	10,084
State Retirement	16,884	14,486	2,398	15,299
Group Insurance	19,560	18,626	934	19,501
Total Payroll & Related Expense	189,396	181,392	8,004	164,679
Materials	-	-	-	-
Fiscal Management	17,500	15,788	1,712	15,372
Rent	8,100	7,972	128	7,065
Travel	14,254	12,786	1,468	12,334
Printing	8,950	8,911	39	3,420
Postage	4,000	3,501	499	3,074
Telephone	3,000	1,813	1,187	2,189
Office Supplies	4,450	2,673	1,777	3,563
Indirect Cost Allocation (Note 4)	-	-	-	-
Consultant/Contract Services	-	-	-	-
Capital Outlay	900	500	400	500
County Council on Aging	-	-	-	-
Other	33,900	32,213	1,687	29,252
TOTAL EXPENDITURES	284,450	267,549	16,901	241,448
Excess (Deficit) of Revenues Over Expenditures	(30,000)	(24,335)	5,665	(12,501)
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	22,966	22,966	-	35,467
YEAR END FUND BALANCE	\$ (7,034)	\$ (1,369)	\$ 5,665	\$ 22,966

See Notes to Financial Statements

Five County Association of Governments
Aging Waiver
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 59,500	\$ 50,220	\$ (9,280)	\$ -
Federal	59,500	50,219	(9,281)	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	3	3	-
Other	-	-	-	-
TOTAL REVENUES	119,000	100,442	(18,558)	-
EXPENDITURES:				
Director	11,000	10,525	475	-
Planner	22,000	18,688	3,312	-
Supervisor	20,000	19,962	38	-
Secretarial	12,000	11,148	852	-
Payroll Taxes	6,900	4,254	2,646	-
State Retirement	6,100	4,487	1,613	-
Group Insurance	15,000	12,992	2,008	-
Total Payroll & Related Expense	93,000	82,056	10,944	-
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	3,500	1,393	2,107	-
Travel	4,000	2,692	1,308	-
Printing	2,500	2,119	381	-
Postage	500	168	332	-
Telephone	1,000	767	233	-
Office Supplies	1,500	541	959	-
Indirect Cost Allocation (Note 4)	11,000	9,765	1,235	-
Consultant/Contract Services	2,000	941	1,059	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	119,000	100,442	18,558	-
Excess (Deficit) of Revenues Over Expenditures	-	-	-	-
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
Home Rehabilitation
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ 39,873	\$ 39,873	\$ 64,155
Federal	319,500	106,091	(213,409)	115,911
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	887	887	180
Accrued (Deferred) Revenue	-	9,887	9,887	4,901
Other	-	45	45	-
TOTAL REVENUES	319,500	156,783	(162,717)	185,147
EXPENDITURES:				
Director	-	-	-	-
Planner	23,759	23,621	138	23,586
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	3,213	2,428	785	2,556
State Retirement	2,752	2,619	133	2,616
Group Insurance	10,588	10,289	299	11,098
Total Payroll & Related Expense	40,312	38,957	1,355	39,856
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	1,350	1,327	23	985
Travel	3,696	2,944	752	4,963
Printing	450	267	183	320
Postage	300	276	24	150
Telephone	700	545	155	617
Office Supplies	500	419	81	478
Indirect Cost Allocation (Note 4)	4,642	4,636	6	4,549
Consultant/Contract Services	-	-	-	8,206
Capital Outlay	200	189	11	-
County Council on Aging	-	-	-	-
Other	267,350	107,223	160,127	125,023
TOTAL EXPENDITURES	319,500	156,783	162,717	185,147
Excess (Deficit) of Revenues Over Expenditures	-	-	-	-
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
Case Management
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 311,886	\$ 126,614	\$ (185,272)	\$ 230,021
Federal	-	-	-	36,495
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	35
TOTAL REVENUES	311,886	126,614	(185,272)	266,551
EXPENDITURES:				
Director	2,536	396	2,140	538
Planner	144,161	76,905	67,256	115,741
Supervisor	-	-	-	-
Secretarial	22,418	-	22,418	11,367
Payroll Taxes	19,391	7,291	12,100	12,315
State Retirement	16,419	8,538	7,881	12,970
Group Insurance	50,945	23,945	27,000	39,656
Total Payroll & Related Expense	255,870	117,075	138,795	192,587
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	7,000	3,575	3,425	6,707
Travel	8,000	5,142	2,858	8,448
Printing	2,500	1,358	1,142	1,267
Postage	2,000	1,052	948	628
Telephone	3,500	2,606	894	3,093
Office Supplies	1,500	488	1,012	1,394
Indirect Cost Allocation (Note 4)	28,516	13,932	14,584	22,004
Consultant/Contract Services	-	-	-	1,572
Capital Outlay	3,000	-	3,000	-
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	311,886	145,228	166,658	237,700
Excess (Deficit) of Revenues Over Expenditures	-	(18,614)	(18,614)	28,851
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	45,116	45,116	-	16,265
YEAR END FUND BALANCE	\$ 45,116	\$ 26,502	\$ (18,614)	\$ 45,116

See Notes to Financial Statements

Five County Association of Governments
Community & Economic Development
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 125,000	\$ 92,041	\$ (32,959)	\$ 127,500
Federal	218,700	244,698	25,998	294,282
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	180,000	257,659	77,659	283,693
Accrued (Deferred) Revenue	-	24,380	24,380	(35,654)
Other	137,200	32,878	(104,322)	42,606
TOTAL REVENUES	660,900	651,656	(9,244)	712,427
EXPENDITURES:				
Director	102,085	96,395	5,690	94,835
Planner	278,120	276,382	1,738	279,062
Supervisor	-	-	-	-
Secretarial	9,674	7,045	2,629	7,108
Payroll Taxes	32,986	30,021	2,965	30,816
State Retirement	44,412	42,031	2,381	40,106
Group Insurance	60,301	57,806	2,495	58,746
Total Payroll & Related Expense	527,578	509,680	17,898	510,673
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	7,750	5,712	2,038	7,572
Travel	30,319	28,263	2,056	27,426
Printing	4,000	3,758	242	3,551
Postage	3,500	1,915	1,585	2,318
Telephone	3,500	1,564	1,936	2,988
Office Supplies	14,600	3,885	10,715	5,701
Indirect Cost Allocation (Note 4)	63,853	60,652	3,201	58,556
Consultant/Contract Services	10,000	803	9,197	53,277
Capital Outlay	6,900	6,354	546	4,163
County Council on Aging	-	-	-	-
Other	10,000	3,984	6,016	3,245
TOTAL EXPENDITURES	682,000	626,570	55,430	679,470
Excess (Deficit) of Revenues Over Expenditures	(21,100)	25,086	46,186	32,957
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	479,297	479,297	-	446,340
YEAR END FUND BALANCE	\$ 458,197	\$ 504,383	\$ 46,186	\$ 479,297

See Notes to Financial Statements

Five County Association of Governments
Special Contracts
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 679,319	\$ 606,147	\$ (73,172)	\$ 498,149
Federal	424,231	472,410	48,179	856,470
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	13,584	13,584	-
Accrued (Deferred) Revenue	-	28,314	28,314	(18,465)
Other	95,200	35,803	(59,397)	42,706
TOTAL REVENUES	1,198,750	1,156,258	(42,492)	1,378,860
EXPENDITURES:				
SSBG	96,420	95,790	630	93,031
Alternative Care	272,329	268,430	3,899	263,520
Ombudsman	26,347	23,609	2,738	22,930
CSBG	260,749	260,660	89	281,067
Meals on Wheels	-	-	-	340,050
211 Information System	-	-	-	7,688
FEMA	71,462	70,059	1,403	66,328
Respite	164,703	138,976	25,727	101,644
Emergency Food Network	21,540	21,481	59	19,306
Fire Prevention	45,000	43,600	1,400	25,592
I-15 Information Center	60,000	60,000	-	52,500
Lobbyist	10,000	10,000	-	10,656
Waiver	80,000	77,881	2,119	72,175
Building	35,000	28,925	6,075	28,967
Grazing Mitigation	50,000	50,000	-	-
Retirement Insurance	5,200	3,585	1,615	-
Transfers to Other Funds	-	(163,642)	163,642	(177,372)
TOTAL EXPENDITURES	1,198,750	989,354	209,396	1,208,082
Excess (Deficit) of Revenues Over Expenditures	-	166,904	166,904	170,778
TRANSFER FROM (TO) OTHER FUNDS	-	(162,642)	(162,642)	(177,372)
BEGINNING FUND BALANCE	4,162	4,162	-	10,756
YEAR END FUND BALANCE	\$ 4,162	\$ 8,424	\$ 4,262	\$ 4,162

See Notes to Financial Statements

Five County Association of Governments
Area Agency on Aging
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 127,141	\$ 121,212	\$ (5,929)	\$ 89,739
Federal	258,135	243,219	(14,916)	225,701
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	385,276	364,431	(20,845)	315,440
EXPENDITURES:				
Director	29,183	28,774	409	29,432
Planner	-	-	-	-
Supervisor	-	-	-	-
Secretarial	12,338	5,820	6,518	4,321
Payroll Taxes	4,078	3,373	705	3,234
State Retirement	4,970	4,196	774	4,111
Group Insurance	10,088	7,400	2,688	6,611
Total Payroll & Related Expense	60,657	49,563	11,094	47,709
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	1,700	1,511	189	1,170
Travel	8,000	6,233	1,767	6,076
Printing	1,000	781	219	874
Postage	700	560	140	441
Telephone	1,000	624	376	589
Office Supplies	2,000	1,071	929	1,836
Indirect Cost Allocation (Note 4)	7,219	5,898	1,321	5,445
Consultant/Contract Services	-	-	-	-
Capital Outlay	3,000	2,934	66	2,693
County Council on Aging	300,000	294,664	5,336	248,915
Other	-	-	-	-
TOTAL EXPENDITURES	385,276	363,839	21,437	315,748
Excess (Deficit) of Revenues Over Expenditures	-	592	592	(308)
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	12,634	12,634	-	12,942
YEAR END FUND BALANCE	\$ 12,634	\$ 13,226	\$ 592	\$ 12,634

See Notes to Financial Statements

Five County Association of Governments
Weatherization
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 22,172	\$ 15,849	\$ (6,323)	\$ 20,269
Federal	532,138	388,219	(143,919)	518,097
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	9,000	6,465	(2,535)	3,315
Accrued (Deferred) Revenue	-	(1,619)	(1,619)	(420)
Other	-	-	-	-
TOTAL REVENUES	563,310	408,914	(154,396)	541,261
EXPENDITURES:				
Director	-	-	-	-
Planner/Coordinator	37,765	36,795	970	29,787
Supervisor	107,179	95,131	12,048	107,026
Secretarial	3,557	1,944	1,613	-
Payroll Taxes	16,817	13,889	2,928	13,840
State Retirement	17,741	15,298	2,443	15,623
Group Insurance	56,528	41,723	14,805	48,951
Total Payroll & Related Expense	239,587	204,780	34,807	215,227
Materials	194,000	153,344	40,656	166,771
Fiscal Management	-	-	-	-
Rent	4,500	4,307	193	3,575
Travel	35,000	26,798	8,202	36,515
Printing	1,500	818	682	1,620
Postage	750	607	143	603
Telephone	3,200	2,516	684	2,673
Office Supplies	1,800	1,431	369	2,120
Indirect Cost Allocation (Note 4)	6,973	6,505	468	5,166
Consultant/Contract Services	5,000	94	4,906	982
Capital Outlay	50,000	10,290	39,710	57,095
County Council on Aging	-	-	-	-
Other	21,000	3,222	17,778	12,545
TOTAL EXPENDITURES	563,310	414,712	148,598	504,892
Excess (Deficit) of Revenues Over Expenditures	-	(5,798)	(5,798)	36,369
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	61,347	61,347	-	24,978
YEAR END FUND BALANCE	\$ 61,347	\$ 55,549	\$ (5,798)	\$ 61,347

See Notes to Financial Statements

Five County Association of Governments
Retired Senior Volunteer Program
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006			2005
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 5,500	\$ 5,500	\$ -	\$ 5,500
Federal	173,375	185,179	11,804	144,547
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	(8,289)	(8,289)	1,309
Other	24,303	1,650	(22,653)	1,825
TOTAL REVENUES	203,178	184,040	(19,138)	153,181
EXPENDITURES:				
Director	39,876	39,387	489	29,385
Planner	33,778	30,562	3,216	34,883
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	7,449	5,748	1,701	5,696
State Retirement	7,772	6,074	1,698	5,869
Group Insurance	16,120	12,640	3,480	12,076
Total Payroll & Related Expense	104,995	94,411	10,584	87,909
Recognition Banquet	-	-	-	-
Fiscal Management	-	-	-	-
Rent	5,450	4,949	501	4,367
Travel	5,500	5,354	146	5,113
Printing	3,850	3,815	35	3,110
Postage	6,600	4,842	1,758	5,459
Telephone	3,000	1,829	1,171	1,887
Office Supplies	10,600	10,498	102	1,946
Indirect Cost Allocation (Note 4)	13,342	11,235	2,107	10,025
Consultant/Contract Services	2,500	-	2,500	-
Capital Outlay	6,681	6,631	50	-
County Council on Aging	-	-	-	-
Other	40,660	37,276	3,384	33,365
TOTAL EXPENDITURES	203,178	180,840	22,338	153,181
Excess (Deficit) of Revenues Over Expenditures	-	3,200	(3,200)	-
TRANSFER FROM (TO) OTHER FUNDS	-	(3,200)	3,200	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
Human Services
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ 1,000
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	80,611	21,629	(58,982)	5,913
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	80,611	21,629	(58,982)	6,913
EXPENDITURES:				
Director	65,227	63,724	1,503	57,273
Planner	31,842	31,018	824	28,463
Supervisor	-	-	-	-
Secretarial	12,092	10,435	1,657	11,089
Payroll Taxes	10,871	9,281	1,590	8,548
State Retirement	12,606	12,287	319	11,409
Group Insurance	26,567	24,379	2,188	22,889
Total Payroll & Related Expense	159,205	151,124	8,081	139,671
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	2,050	2,040	10	2,340
Travel	12,500	11,547	953	13,127
Printing	3,800	3,783	17	4,670
Postage	1,200	1,100	100	892
Telephone	1,450	1,440	10	1,406
Office Supplies	3,500	3,454	46	3,184
Indirect Cost Allocation (Note 4)	18,156	17,984	172	15,931
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	1,215
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	201,861	192,472	9,389	182,436
Excess (Deficit) of Revenues Over Expenditures	(121,250)	(170,843)	(49,593)	(175,523)
TRANSFER FROM (TO) OTHER FUNDS	121,250	171,354	50,104	177,184
BEGINNING FUND BALANCE	747	747	-	(914)
YEAR END FUND BALANCE	\$ 747	\$ 1,258	\$ 511	\$ 747

See Notes to Financial Statements

Five County Association of Governments
Volunteer Center-Iron County
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	-	-	-	2,000
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	15,500	15,500	-	15,500
Accrued (Deferred) Revenue	-	-	-	-
Other	3,000	3,663	663	1,524
TOTAL REVENUES	18,500	19,163	663	19,024
EXPENDITURES:				
Director	-	-	-	-
Planner	10,629	8,593	2,036	6,202
Supervisor	-	-	-	-
Secretarial	7,983	5,397	2,586	4,807
Payroll Taxes	1,628	831	797	1,018
State Retirement	1,836	838	998	688
Group Insurance	1,576	1,228	348	866
Total Payroll & Related Expense	23,652	16,887	6,765	13,581
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	2,275	2,258	17	2,882
Travel	3,000	2,253	747	1,342
Printing	500	448	52	377
Postage	250	125	125	121
Telephone	725	544	181	408
Office Supplies	2,000	1,532	468	1,178
Indirect Cost Allocation (Note 4)	2,458	2,009	449	1,548
Consultant/Contract Services	-	-	-	-
Capital Outlay	500	170	330	-
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	35,360	26,226	9,134	21,437
Excess (Deficit) of Revenues Over Expenditures	(16,860)	(7,063)	9,797	(2,413)
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	13,893	13,893	-	16,306
YEAR END FUND BALANCE	\$ (2,967)	\$ 6,830	\$ 9,797	\$ 13,893

See Notes to Financial Statements

Five County Association of Governments
Child Care Resource and Referral
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	482,426	459,700	(22,726)	459,189
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	-	-	-
Other	15,000	14,322	(678)	17,200
TOTAL REVENUES	497,426	474,022	(23,404)	476,389
EXPENDITURES:				
Director	54,216	54,216	-	51,352
Planner	116,629	109,227	7,402	25,877
Supervisor	78,295	74,268	4,027	152,279
Secretarial	-	-	-	-
Payroll Taxes	20,550	19,592	958	18,816
State Retirement	21,718	20,429	1,289	19,908
Group Insurance	57,615	51,515	6,100	53,642
Total Payroll & Related Expense	349,023	329,247	19,776	321,874
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	16,950	16,936	14	15,893
Travel	20,500	17,540	2,960	19,319
Printing	5,000	3,625	1,375	3,777
Postage	6,800	6,710	90	6,758
Telephone	10,000	8,762	1,238	9,116
Office Supplies	7,000	4,135	2,865	7,590
Indirect Cost Allocation (Note 4)	39,159	39,085	74	36,704
Consultant/Contract Services	-	-	-	-
Capital Outlay	4,100	3,560	540	319
County Council on Aging	-	-	-	-
Other	65,499	50,772	14,727	44,613
TOTAL EXPENDITURES	524,031	480,372	43,659	465,963
Excess (Deficit) of Revenues Over Expenditures	(26,605)	(6,350)	20,255	10,426
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	39,925	39,925	-	29,499
YEAR END FUND BALANCE	\$ 13,320	\$ 33,575	\$ 20,255	\$ 39,925

See Notes to Financial Statements

Five County Association of Governments
Nutrition Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 363,087	\$ 346,973	\$ (16,114)	\$ 282,689
Federal	443,772	398,013	(45,759)	373,303
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	-	-	-
Other	300,000	302,102	2,102	320,058
TOTAL REVENUES	1,106,859	1,047,088	(59,771)	976,050
EXPENDITURES:				
Director	26,941	26,138	803	23,567
Planner	-	-	-	-
Supervisor	79,950	79,472	478	76,540
Secretarial	-	-	-	-
Payroll Taxes	3,118	2,606	512	2,474
State Retirement	4,252	3,225	1,027	2,908
Group Insurance	4,984	4,521	463	4,297
Total Payroll & Related Expense	119,245	115,962	3,283	109,786
Materials	956,200	832,978	123,222	838,266
Fiscal Management	-	-	-	-
Rent	500	388	112	337
Travel	12,000	10,452	1,548	9,917
Printing	200	48	152	42
Postage	300	136	164	132
Telephone	800	591	209	561
Office Supplies	300	14	286	61
Indirect Cost Allocation (Note 4)	5,314	4,342	972	3,798
Consultant/Contract Services	-	-	-	-
Capital Outlay	5,000	-	5,000	-
County Council on Aging	-	-	-	-
Other	7,000	5,475	1,525	6,869
TOTAL EXPENDITURES	1,106,859	970,386	136,473	969,769
Excess (Deficit) of Revenues Over Expenditures	-	76,702	76,702	6,281
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	34,170	34,170	-	27,889
YEAR END FUND BALANCE	\$ 34,170	\$ 110,872	\$ 76,702	\$ 34,170

See Notes to Financial Statements

Five County Association of Governments
Heat Assistance Program
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	180,100	150,495	(29,605)	142,627
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	(701)	(701)	704
Other	-	-	-	-
TOTAL REVENUES	180,100	149,794	(30,306)	143,331
EXPENDITURES:				
Director	-	-	-	-
Planner	-	-	-	-
Supervisor	72,936	56,153	16,783	56,506
Secretarial	3,926	3,543	383	3,057
Payroll Taxes	7,231	5,502	1,729	5,511
State Retirement	486	437	49	377
Group Insurance	1,121	967	154	926
Total Payroll & Related Expense	85,700	66,602	19,098	66,377
Materials	60,500	60,498	2	58,459
Fiscal Management	-	-	-	-
Rent	7,500	6,713	787	3,000
Travel	6,800	5,443	1,357	5,272
Printing	1,800	526	1,274	201
Postage	800	743	57	660
Telephone	2,500	1,550	950	1,230
Office Supplies	2,800	1,911	889	2,142
Indirect Cost Allocation (Note 4)	1,200	625	575	528
Consultant/Contract Services	-	-	-	-
Capital Outlay	3,000	983	2,017	1,262
County Council on Aging	7,500	4,200	3,300	4,200
Other	-	-	-	-
TOTAL EXPENDITURES	180,100	149,794	30,306	143,331
Excess (Deficit) of Revenues Over Expenditures	-	-	-	-
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
Companion Services
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006			2005
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 28,816	\$ 20,190	\$ -	\$ 35,692
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	2,370	2,370	(8,812)
Other	-	-	-	-
TOTAL REVENUES	28,816	22,560	2,370	26,880
EXPENDITURES:				
Director	-	-	-	-
Planner	3,194	2,887	307	2,639
Supervisor	-	-	-	-
Secretarial	2,992	2,624	368	2,468
Payroll Taxes	641	555	86	452
State Retirement	660	571	89	566
Group Insurance	1,552	1,454	98	1,460
Total Payroll & Related Expense	9,039	8,091	948	7,585
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	-	-	-	-
Travel	400	42	358	265
Printing	200	-	200	-
Postage	100	21	79	26
Telephone	200	-	200	-
Office Supplies	200	-	200	-
Indirect Cost Allocation (Note 4)	1,027	963	64	865
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	17,650	13,443	4,207	18,327
TOTAL EXPENDITURES	28,816	22,560	6,256	27,068
Excess (Deficit) of Revenues Over Expenditures	-	-	-	(188)
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	188
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
Volunteer Center-Washington County
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	5,000	2,750	(2,250)	13,500
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	58,025	82,563	24,538	71,750
Accrued (Deferred) Revenue	-	-	-	-
Other	35,475	7,994	(27,481)	8,335
TOTAL REVENUES	98,500	93,307	(5,193)	93,585
EXPENDITURES:				
Director	-	-	-	1,290
Planner	73,500	73,429	71	57,152
Supervisor	-	-	-	-
Secretarial	2,913	-	2,913	-
Payroll Taxes	2,452	2,026	426	1,772
State Retirement	1,353	1,290	63	394
Group Insurance	3,046	2,587	459	673
Total Payroll & Related Expense	83,264	79,332	3,932	61,281
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	2,500	2,459	41	1,336
Travel	10,385	10,310	75	7,740
Printing	2,000	1,934	66	1,443
Postage	750	614	136	433
Telephone	2,000	1,684	316	1,562
Office Supplies	10,100	10,091	9	2,313
Indirect Cost Allocation (Note 4)	4,651	3,274	1,377	6,987
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	163
County Council on Aging	-	-	-	-
Other	1,350	880	470	351
TOTAL EXPENDITURES	117,000	110,578	6,422	83,609
Excess (Deficit) of Revenues Over Expenditures	(18,500)	(17,271)	1,229	9,976
TRANSFER FROM (TO) OTHER FUNDS	-	2,500	2,500	-
BEGINNING FUND BALANCE	28,845	28,845	-	18,869
YEAR END FUND BALANCE	\$ 10,345	\$ 14,074	\$ 3,729	\$ 28,845

See Notes to Financial Statements

Five County Association of Governments
Foster Grandparent
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 5,500	\$ 5,354	\$ -	\$ 5,500
Federal	90,711	85,204	(5,507)	88,837
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	25,789	-	(25,789)	27,000
Accrued (Deferred) Revenue	-	(19,709)	(19,709)	-
Other	-	300	300	-
TOTAL REVENUES	122,000	71,149	(50,705)	121,337
EXPENDITURES:				
Director	-	-	-	2,130
Planner	20,160	18,904	1,256	22,673
Supervisor	-	-	-	-
Secretarial	-	-	-	269
Payroll Taxes	1,846	1,663	183	2,340
State Retirement	1,907	1,822	85	2,109
Group Insurance	7,128	4,365	2,763	4,547
Total Payroll & Related Expense	31,041	26,754	4,287	34,068
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	700	493	207	396
Travel	1,103	1,067	36	920
Printing	1,250	1,157	93	724
Postage	600	513	87	480
Telephone	1,350	1,333	17	1,280
Office Supplies	1,550	1,518	32	999
Indirect Cost Allocation (Note 4)	3,216	3,184	32	3,884
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	81,190	62,137	19,053	52,279
TOTAL EXPENDITURES	122,000	98,156	23,844	95,030
Excess (Deficit) of Revenues Over Expenditures	-	(27,007)	(27,007)	26,307
TRANSFER FROM (TO) OTHER FUNDS	-	700	700	-
BEGINNING FUND BALANCE	26,307	26,307	-	-
YEAR END FUND BALANCE	\$ 26,307	\$ -	\$ (26,307)	\$ 26,307

See Notes to Financial Statements

Five County Association of Governments
Vista
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006			2005
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	-
Federal	-	-	-	118,451
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	-	-	-	118,451
EXPENDITURES:				
Director	-	-	-	1,721
Planner	-	-	-	11,949
Supervisor	-	-	-	95,040
Secretarial	-	-	-	-
Payroll Taxes	-	-	-	2,662
State Retirement	-	-	-	444
Group Insurance	-	-	-	1,198
Total Payroll & Related Expense	-	-	-	113,014
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	-	-	-	333
Travel	-	-	-	2,568
Printing	-	-	-	-
Postage	-	-	-	114
Telephone	-	-	-	482
Office Supplies	-	-	-	50
Indirect Cost Allocation (Note 4)	-	-	-	1,853
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	-	-	-	37
TOTAL EXPENDITURES	-	-	-	118,451
Excess (Deficit) of Revenues Over Expenditures	-	-	-	-
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
United Way - Dixie
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	105,356	99,386	(5,970)	71,682
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	105,356	99,386	(5,970)	71,682
EXPENDITURES:				
Director	28,426	28,426	-	20,160
Planner	26,908	25,581	1,327	13,733
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	5,724	5,052	672	3,220
State Retirement	4,322	3,821	501	3,218
Group Insurance	13,329	13,329	-	14,042
Total Payroll & Related Expense	78,709	76,209	2,500	54,373
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	5,280	5,280	-	3,578
Travel	3,000	1,456	1,544	1,430
Printing	1,900	1,357	543	1,167
Postage	1,500	1,042	458	605
Telephone	1,000	927	73	907
Office Supplies	2,600	2,585	15	2,626
Indirect Cost Allocation (Note 4)	9,367	9,069	298	6,203
Consultant/Contract Services	-	-	-	-
Capital Outlay	2,000	1,461	539	779
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	105,356	99,386	5,970	71,668
Excess (Deficit) of Revenues Over Expenditures	-	-	-	14
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	(14)
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
Transportation Planning
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006			2005
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	370,095	121,455	(248,640)	104,020
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	50,874	95,981	45,107	51,900
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	420,969	217,436	(203,533)	155,920
EXPENDITURES:				
Director	-	-	-	-
Planner	71,000	71,000	-	69,000
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	1,000	949	51	106
State Retirement	-	-	-	-
Group Insurance	-	-	-	-
Total Payroll & Related Expense	72,000	71,949	51	69,106
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	950	853	97	741
Travel	8,700	8,681	19	4,386
Printing	1,000	908	92	776
Postage	250	56	194	41
Telephone	500	318	182	331
Office Supplies	1,344	1,185	159	1,506
Indirect Cost Allocation (Note 4)	8,572	8,562	10	7,552
Consultant/Contract Services	322,240	44,645	277,595	28,674
Capital Outlay	5,413	4,862	551	10,217
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	420,969	142,019	278,950	123,330
Excess (Deficit) of Revenues Over Expenditures	-	75,417	75,417	32,590
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	71,265	71,265	-	38,675
YEAR END FUND BALANCE	\$ 71,265	\$ 146,682	\$ 75,417	\$ 71,265

See Notes to Financial Statements

Five County Association of Governments
Cedar Area Transit System
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	191,500	76,248	(115,252)	48,060
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	94,227	94,227	23,708
Other	-	-	-	-
TOTAL REVENUES	191,500	170,475	(21,025)	71,768
EXPENDITURES:				
Director	9,000	-	9,000	-
Planner	-	-	-	-
Supervisor	57,500	46,507	10,993	49,759
Secretarial	-	-	-	-
Payroll Taxes	-	-	-	-
State Retirement	-	-	-	-
Group Insurance	-	-	-	-
Total Payroll & Related Expense	66,500	46,507	19,993	49,759
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	-	-	-	-
Travel	1,500	265	1,235	-
Printing	-	-	-	-
Postage	-	-	-	-
Telephone	-	-	-	-
Office Supplies	1,800	1,766	34	-
Indirect Cost Allocation (Note 4)	-	-	-	-
Consultant/Contract Services	-	-	-	-
Capital Outlay	98,000	97,754	246	-
County Council on Aging	-	-	-	-
Other	23,700	15,471	8,229	22,009
TOTAL EXPENDITURES	191,500	161,763	29,737	71,768
Excess (Deficit) of Revenues Over Expenditures	-	8,712	(8,712)	-
TRANSFER FROM (TO) OTHER FUNDS	-	(8,712)	8,712	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
Senior Companion
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ 5,500	\$ 5,500	\$ -	\$ 5,500
Federal	95,198	118,152	22,954	98,266
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	621	621	649
Accrued (Deferred) Revenue	-	(6,675)	(6,675)	-
Other	-	45	45	10
TOTAL REVENUES	100,698	117,643	16,945	104,425
EXPENDITURES:				
Director	-	-	-	1,133
Planner	17,300	17,298	2	14,943
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	1,674	1,601	73	1,440
State Retirement	942	914	28	847
Group Insurance	2,449	2,402	47	2,179
Total Payroll & Related Expense	22,365	22,215	150	20,542
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	502	457	45	252
Travel	950	949	1	1,853
Printing	800	799	1	822
Postage	700	680	20	648
Telephone	2,050	2,001	49	1,870
Office Supplies	1,500	1,460	40	862
Indirect Cost Allocation (Note 4)	2,650	2,644	6	2,342
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	86,607	86,438	169	75,234
TOTAL EXPENDITURES	118,124	117,643	481	104,425
Excess (Deficit) of Revenues Over Expenditures	(17,426)	-	17,426	-
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ (17,426)	\$ -	\$ 17,426	\$ -

See Notes to Financial Statements

Five County Association of Governments
Volunteer Center - Kane County
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	22,500	22,500	-	22,500
Accrued (Deferred) Revenue	-	-	-	-
Other	1,000	700	(300)	3,149
TOTAL REVENUES	23,500	23,200	(300)	25,649
EXPENDITURES:				
Director	-	-	-	-
Planner	13,770	12,175	1,595	11,855
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	1,324	1,122	202	1,086
State Retirement	-	-	-	-
Group Insurance	-	-	-	-
Total Payroll & Related Expense	15,094	13,297	1,797	12,941
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	3,200	3,075	125	4,150
Travel	1,505	880	625	116
Printing	650	-	650	494
Postage	50	37	13	25
Telephone	500	446	54	351
Office Supplies	700	680	20	376
Indirect Cost Allocation (Note 4)	1,801	1,582	219	1,475
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	-	-	-	54
TOTAL EXPENDITURES	23,500	19,997	3,503	19,982
Excess (Deficit) of Revenues Over Expenditures	-	3,203	3,203	5,667
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	12,191	12,191	-	6,524
YEAR END FUND BALANCE	\$ 12,191	\$ 15,394	\$ 3,203	\$ 12,191

See Notes to Financial Statements

Five County Association of Governments
Alzheimer's Association
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	3,300	2,790	(510)	3,188
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	76	76	4
Other	-	-	-	-
TOTAL REVENUES	3,300	2,866	(434)	3,192
EXPENDITURES:				
Director	-	-	-	-
Planner	-	-	-	-
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	-	-	-	-
State Retirement	-	-	-	-
Group Insurance	-	-	-	-
Total Payroll & Related Expense	-	-	-	-
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	750	713	37	673
Travel	-	-	-	-
Printing	750	659	91	882
Postage	1,500	1,354	146	1,220
Telephone	200	128	72	209
Office Supplies	100	12	88	6
Indirect Cost Allocation (Note 4)	-	-	-	-
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	3,300	2,866	434	2,990
Excess (Deficit) of Revenues Over Expenditures	-	-	-	202
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	(202)
YEAR END FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See Notes to Financial Statements

Five County Association of Governments
United Way Cedar City
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	3,150	253	(2,897)	2,105
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	3,150	253	(2,897)	2,105
EXPENDITURES:				
Director	-	-	-	-
Planner	-	-	-	-
Supervisor	-	-	-	-
Secretarial	2,500	156	2,344	1,634
Payroll Taxes	250	15	235	149
State Retirement	-	-	-	-
Group Insurance	-	-	-	-
Total Payroll & Related Expense	2,750	171	2,579	1,783
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	-	-	-	-
Travel	-	-	-	-
Printing	100	37	63	72
Postage	100	29	71	37
Telephone	100	1	99	10
Office Supplies	-	-	-	-
Indirect Cost Allocation (Note 4)	100	21	79	203
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	3,150	259	2,891	2,105
Excess (Deficit) of Revenues Over Expenditures	-	(6)	(6)	-
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ (6)	\$ (6)	\$ -

See Notes to Financial Statements

Five County Association of Governments
MIC Program
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		Variance	2005
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	-	-	-	-
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	1,137,000	1,142,629	5,629	473,255
	1,137,000	1,142,629	5,629	473,255
EXPENDITURES:				
Director	13,036	9,298	3,738	17,798
Planner	-	-	-	-
Supervisor	60,595	59,578	1,017	30,211
Secretarial	4,613	4,351	262	2,995
Payroll Taxes	9,070	7,621	1,449	4,988
State Retirement	8,560	8,171	389	5,631
Group Insurance	28,394	21,699	6,695	14,910
Total Payroll & Related Expense	124,268	110,718	13,550	76,533
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	1,700	1,689	11	1,429
Travel	5,000	3,233	1,767	2,517
Printing	3,300	3,262	38	587
Postage	300	272	28	186
Telephone	600	394	206	461
Office Supplies	1,300	1,212	88	597
Indirect Cost Allocation (Note 4)	13,183	13,175	8	8,725
Consultant/Contract Services	960,349	958,901	1,448	358,008
Capital Outlay	5,000	3,300	1,700	1,554
County Council on Aging	-	-	-	-
Other	22,000	21,530	470	5,989
TOTAL EXPENDITURES	1,137,000	1,117,686	19,314	456,586
Excess (Deficit) of Revenues Over Expenditures	-	24,943	24,943	16,669
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	16,669	16,669	-	-
YEAR END FUND BALANCE	\$ 16,669	\$ 41,612	\$ 24,943	\$ 16,669

See Notes to Financial Statements

Five County Association of Governments
Habitat for Humanity
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2006

	2006		2005	
			Variance	
	Budget	Actual	Favorable (Unfavorable)	Actual
REVENUES:				
State	\$ -	\$ -	\$ -	\$ -
Federal	-	-	-	-
State Appropriations	-	-	-	-
Indirect Cost Allocations (Note 4)	-	-	-	-
County/Local Participation	3,800	2,960	(840)	393
Accrued (Deferred) Revenue	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	3,800	2,960	(840)	393
EXPENDITURES:				
Director	-	-	-	-
Planner	-	-	-	-
Supervisor	-	-	-	-
Secretarial	-	-	-	-
Payroll Taxes	-	-	-	-
State Retirement	-	-	-	-
Group Insurance	-	-	-	-
Total Payroll & Related Expense	-	-	-	-
Materials	-	-	-	-
Fiscal Management	-	-	-	-
Rent	1,500	1,248	252	-
Travel	-	-	-	-
Printing	800	533	267	242
Postage	1,100	1,001	99	53
Telephone	300	217	83	77
Office Supplies	100	43	57	21
Indirect Cost Allocation (Note 4)	-	-	-	-
Consultant/Contract Services	-	-	-	-
Capital Outlay	-	-	-	-
County Council on Aging	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	3,800	3,042	758	393
Excess (Deficit) of Revenues Over Expenditures	-	(82)	(82)	-
TRANSFER FROM (TO) OTHER FUNDS	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
YEAR END FUND BALANCE	\$ -	\$ (82)	\$ (82)	\$ -

See Notes to Financial Statements

Five County Association of Governments
Combining Statement of Revenues, Expenses and Changes in Fund Balance
Nonexpendable Trust Funds for the Year Ended June 30, 2006
With Comparative Totals for the Year Ended June 30, 2005

	Fiduciary Fund Types		Totals	
	<u>Nonexpendable Trust Funds</u>		<u>(Memorandum Only)</u>	
	<u>Down Payment</u>	<u>Revolving</u>	<u>June 30, 2006</u>	<u>June 30, 2005</u>
	<u>Assistance Fund</u>	<u>Loan Fund</u>		
Revenues:				
Federal Contracts	\$ -	\$ -	\$ -	\$ -
State Contracts	57,245	-	57,245	4,075
Interest	-	64,214	64,214	61,592
Other	-	22,902	22,902	-
Total Revenues	<u>57,245</u>	<u>87,116</u>	<u>144,361</u>	<u>65,667</u>
Expenditures:				
Legal Fees - Repossessions	-	5,076	5,076	3,248
Other Costs and Repossessions	-	-	-	-
Bad Debts	-	4,910	4,910	-
Closing Costs	25,860	-	25,860	29,030
Administrative	-	22,239	22,239	37,491
Total Expenditures	<u>25,860</u>	<u>32,225</u>	<u>58,085</u>	<u>69,769</u>
Excess (Deficit) of Revenues Over Expenditures	31,385	54,891	86,276	(4,102)
Beginning Fund Balance	<u>13,290</u>	<u>1,877,450</u>	<u>1,890,740</u>	<u>1,894,842</u>
Year End Fund Balance	<u>\$ 44,675</u>	<u>\$ 1,932,341</u>	<u>\$ 1,977,016</u>	<u>\$ 1,890,740</u>

See Notes to Financial Statements

Five County Association of Governments
Combining Statement of Cash Flows - Nonexpendable Trust Funds
For the Year Ended June 30, 2006
With Comparative Totals for the Year Ended June 30, 2005

	<u>Down Payment Assistance</u>	<u>Revolving Loan Fund</u>	<u>Totals - (Memorandum Only)</u>	
			<u>June 30, 2006</u>	<u>June 30, 2005</u>
<i>Cash Provided By:</i>				
Operating Activities				
Net Income (Loss)	\$ 31,385	\$ 54,891	\$ 86,276	\$ (4,102)
<i>Change in Operating Assets and Liabilities:</i>				
(Increase)/Decrease in Accrued Interest Income	-	1,019	1,019	1,244
Loans Charged Off as Uncollectable	-	-	-	-
<i>Net Cash Provided by Operating Activity</i>	<u>31,385</u>	<u>55,910</u>	<u>87,295</u>	<u>(2,858)</u>
<i>Investing Activities:</i>				
Principal Repayments from Customers	-	327,832	327,832	301,077
Loans Made to Customers	-	(165,094)	(165,094)	(219,208)
<i>Net Cash Used in Investing Activities</i>	<u>-</u>	<u>162,738</u>	<u>162,738</u>	<u>81,869</u>
Increase/(Decrease) in Cash Equivalents	31,385	218,648	250,033	79,011
Cash and Cash Equivalents at Beginning of Year	13,290	792,190	805,480	726,469
<i>Cash and Cash Equivalents at End of Year</i>	<u>\$ 44,675</u>	<u>\$ 1,010,838</u>	<u>\$ 1,055,513</u>	<u>\$ 805,480</u>

See Notes to Financial Statements

SINGLE AUDIT COMPLIANCE SECTION

Five County Association of Governments
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006

<u>Federal Agency/ Program</u>	<u>CFDA Number</u>	<u>Pass-Through Grantor Number</u>	<u>Pass Through Agency</u>
<u>U.S. Department of Agriculture</u>			
Food Distribution	10-550	05-2391	Utah Department of Aging
Emergency Food Assistance Program	10-568	T27FD02	Utah Department of Aging
Resource Conservation and Development	10-901	---	Color Country RC&D
<i>Department Total</i>			
<u>Department of Commerce</u>			
Support for Planning Organizations	11-302	058304137 / 058604269	Economic Development Div.
<u>Department of HUD</u>			
Community Development Block Grant	14-228	04-2211	DCED
Community Development Block Grant	14-228	05-2514/05-2515	DCED
Community Development Block Grant	14-228	06-0431/06-0435	DCED
Community Development Block Grant	14-228	---	DCED
<i>Program Total</i>			
HOME Investment Partnerships Program	14-239	05-0889/05-2211/05-2212	DCED
<i>Department Total</i>			
<u>Department of Transportation</u>			
Metropolitan Planning Grants	20-505	05-9036	UDOT
Grants for Other Than Urbanized Areas	20-509	01-8293	UDOT
<i>Department Total</i>			
<u>Department of Energy</u>			
Weatherization Assistance-Low Income	81-042	05-0788	Utah Energy Office
Weatherization Assistance-Low Income	81-042	06-0325	Utah Energy Office
<i>Department Total</i>			
Indian Education	84-060	---	Washington Co. School District
<u>Department of Health & Human Services</u>			
Ombudsman Services for Older Individuals	93-042	05-2391	Utah Department of Aging
Disease Prevention & Health Promotion	93-043	05-2391	Utah Department of Aging
Supportive Services and Senior Centers	93-044	05-2391	Utah Department of Aging
Nutrition Services	93-045	05-2391	Utah Department of Aging
Demonstration Grants - Alzheimer's Disease	93-051	---	Alzheimer's Association
National Caregiver Support Program	93-052	05-2391	Utah Department of Aging
Low Income Home Energy Assistance	93-568	05-1307/06-1012	HEAT Program
Low Income Home Energy Assistance	93-568	05-1667/06-1250	Utah Energy Office
Community Services Block Grant	93-569	05-1445/06-1055	DCED
Child Care and Development Block Grant	93-575	05-0559/06-0821	Utah Workforce Services
Social Services Block Grant	93-667	06-0752	Utah Dept. of Human Services
Medical Assistance Program	93-778	06-0316	Utah Department of Aging
Health Care Financing	93-779	05-2391	Utah Department of Aging
<i>Department Total</i>			

Accrued (Deferred) Revenue 6/30/05	Revenue Received	Revenue Recognized	Expenditures	Accrued Revenue 6/30/06	(Deferred) Revenue 6/30/06	Major Program
\$ -	\$ 114,138	\$ 114,138.00	\$ 114,138.00	\$ -	\$ -	
7,963	14,807	27,496	27,496	20,652	-	
-	51,388	52,680	52,680	1,292	-	
7,963	180,333	194,314	194,314	21,944	-	
(11,858)	38,250	58,667	58,667	9,589	(1,030)	
3,851	3,851	-	-	-	-	
41,801	114,528	110,815	110,815	38,088	-	
-	7,000	7,003	7,003	10,290	(10,287)	
-	9,250	9,250	9,250	-	-	
45,652	134,629	127,068	127,068	48,378	(10,287)	
3,774	87,106	86,740	86,740	3,408	-	
49,426	221,735	213,808	213,808	51,786	(10,287)	
21,596	100,785	121,455	121,455	42,266	-	
23,708	76,248	170,475	170,475	117,935	-	
45,304	177,033	291,930	291,930	160,201	-	
44,112	44,112	-	-	-	-	
-	192,271	192,443	192,443	172	-	
44,112	236,383	192,443	192,443	172	-	
-	2,750	2,750	2,750	-	-	
-	3,466	3,466	3,466	-	-	
8,159	14,797	13,875	13,875	7,237	-	
-	198,278	198,278	198,278	-	-	X
-	315,744	315,744	315,744	-	-	X
271	8,544	8,799	8,799	526	-	
-	56,129	56,129	56,129	-	-	
8,922	140,848	148,475	148,475	18,569	(2,020)	X
10,657	162,034	195,776	195,776	44,399	-	
73,376	274,886	260,660	260,660	59,150	-	
40,028	423,926	459,700	459,700	75,802	-	
12,126	65,725	68,294	68,294	14,695	-	
11,977	62,196	50,219	50,219	-	-	
2,160	8,160	6,000	6,000	-	-	
167,676	1,734,733	1,785,415	1,785,415	220,378	(2,020)	

Accrued (Deferred) Revenue 6/30/05	Revenue Received	Revenue Recognized	Expenditures	Accrued Revenue 6/30/06	(Deferred) Revenue 6/30/06	Major Program
9,537	144,586	155,957	155,957	34,130	(13,222)	
20,094	98,328	65,495	65,495	6,970	(19,709)	
7,093	95,694	105,468	105,468	23,542	(6,675)	
36,724	338,608	326,920	326,920	64,642	(39,606)	
(6,142)	81,124	70,059	70,059	22,548	(39,755)	
(6,142)	81,124	70,059	70,059	22,548	(39,755)	
\$ 333,205	\$ 3,010,949	\$ 3,136,306	\$ 3,136,306	\$ 551,260	\$ (92,698)	

Five County Association of Governments
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006

<u>Federal Agency/ Program</u>	<u>CFDA Number</u>	<u>Pass-Through Grantor Number</u>	<u>Pass Through Agency</u>
<u>Corporation for National & Community Service</u>			
Retired and Senior Volunteer Program	94-002	02SRPUT012/05SRPUT007	Corp. for National Service
Foster Grandparent Program	94-011	03SFPUT001/06SFPUT001	Corp. for National Service
Senior Companion Program	94-016	05-SCPUT002	Corp. for National Service
<i>Department Total</i>			
<u>Department of Homeland Security</u>			
Emergency Food & Shelter -National Board	97-024	8491/8492/8496/8436	Emergency Food & Shelter
Pre-Disaster Mitigation	97-047	03-0896/04-0965	Department of Public Safety
<i>Department Total</i>			
<i>Total Federal Financial Assistance</i>			

Note: The Association operates a revolving loan fund with funding from prior years as follows:

1987	EDA
1987	CDBG
1989	CDBG
1990	FMHA
1992	FMHA
1998	EDA
1998	CDBG
1999	EDA
1999	CDBG
2002	USDA
State	Funds
TOTAL	

The total assets of the fund at June 30, 2006 amounted to \$1,877,450 and are accounted for in a non-expendable trust fund. No administrative cost reimbursements or interest subsidies have been received by the Association.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note A: Basis of Presentation

federal awards includes the federal grant activity of County Association of Governments and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

STEERING COMMITTEE
FIVE COUNTY ASSOCIATION OF GOVERNMENTS
ST. GEORGE, UTAH

We have audited the basic financial statements of the governmental activities and major fund of the Five County Association of Governments (The Association), as of and for the year ended June 30, 2006, which collectively comprise the Association's basic financial statements and have issued our report thereon dated October 11, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Association's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to the management of the Five County Association of Governments, in a separate letter dated October 11, 2006.

This report is intended solely for the information and use of the Associations's Steering Committee, management, others within the organization, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Hafen, Buckner, Everett & Graff, PC

HAFEN, BUCKNER, EVERETT & GRAFF, PC

October 11, 2006



**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

The Steering Committee
Five County Association of Governments
St. George, UT 84770

Compliance

We have audited the compliance of Five County Association of Governments (the Association) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. The Association's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Association's management. Our responsibility is to express an opinion on the Association's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Association's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Association's compliance with those requirements.

In our opinion Five County Association of Governments, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

Internal Control Over Compliance

The management of Five County Association of Governments is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the

Association's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information and use of the Steering Committee, management and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Hafen, Buckner, Everett & Graff, PC

HAFEN, BUCKNER, EVERETT & GRAFF, PC
October 11, 2006

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2006

I. SUMMARY OF AUDITOR'S RESULTS

- A. Type of audit report issued on the financial statements: Unqualified opinion.
- B. Reportable conditions in internal control disclosed by the audit: None.
- C. Instances of noncompliance material to the financial statements: None.
- D. Reportable conditions in internal control over major programs disclosed by the audit: None.
- E. Type of report issued on compliance for major programs: Unqualified opinion.
- F. Audit findings required to be reported under paragraph .510(a): None.
- G. Major Programs:

<u>Program</u>	<u>CFDA</u>	<u>Amount</u>
Special Programs for the Aging - Senior Centers	93.044	\$ 198,278
Special Programs for the Aging - Senior Centers	93.045	315,744
Low Income Home Energy Assistance	93.568	344,251

- H. Dollar threshold used to distinguish between Type A and B programs, as described in paragraph .520(b): \$300,000.

- I. Five County Association of Governments qualifies as a low-risk auditee under paragraph .530.

II. FINDINGS RELATED TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH *GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS*

-None-

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS AS DEFINED IN PARAGRAPH 510(A)

<u>Finding</u>	<u>Questioned Costs</u>
None	None

FIVE COUNTY ASSOCIATION OF GOVERNMENTS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

JUNE 30, 2006

-NONE-



AUDITORS' REPORT ON STATE LEGAL COMPLIANCE

Steering Committee
Five County Association of Governments
St. George, Utah

We have audited the general purpose financial statements of Five County Association of Governments for the year ended June 30, 2006, and have issued our report there on dated October 11, 2006. As part of our audit, we have audited the Association's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; special tests and provisions applicable to each of its major State assistance programs as required by the State of Utah's Legal Compliance Audit guide for the year ended June 30, 2006. The Association received the following major State assistance programs from the State of Utah:

- Community Development Block Grants (DCED)
- Adult Services - Alternatives Program (DHS, Division of Aging and Adult Services)
- Respite (DHS, Division of Aging and Adult Services)
- Critical Needs Housing (DCED)
- Local Economic Development Initiatives (DCED)

The Association received the following nonmajor grants which are not required to be audited for specific compliance requirements (however, these programs were subject to test work as part of the audit of the Associations' financial statements):

- Federal Foods Program (Department of Social Services)
- Emergency Housing (Department of Community and Economic Development)
- Retired Senior Volunteer Program (Utah State Action Office)

Our audit also included test work on the Association's compliance with those general compliance requirements identified in the Compliance Manual for Audits of Local governments in Utah including:

Cash Management	Purchasing Requirements
Budgetary Compliance	Other Compliance Requirements

The management of the Association is responsible for the Association's compliance with all compliance requirement identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with accounting standards generally accepted in the United States of America and Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Association's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed an instance of noncompliance with the requirements referred to above, which is described in the accompanying management letter. We considered this instance of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, Five County Association of Governments complied, in all material respects, with the general compliance requirements identified above and the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions that are applicable to each of its major State assistance programs for the year ended June 30, 2006.

Hafen, Buckner, Everett & Graff, PC

HAFEN, BUCKNER, EVERETT & GRAFF, PC
October 11, 2006

Status of Prior Year's Findings For State Compliance

The financial statements of the Five County Association of Governments for the year ended June 30, 2005, contained certain audit findings.

Our audit disclosed instances where monies were deposited beyond the three business days allowed by state law. In our testing for the year ended June 30, 2006, we again found instances where funds were not deposited within three business days.

Our audit also disclosed three instances of Revolving Loan Fund Account histories that had not been properly reconciled to deposit and other banking activity. In our testing of the Revolving Loan Fund for the year ended June 30, 2006, we noted that the account histories have appeared to have been properly reconciled.



Steering Committee
Five County Association of Governments
St. George, Utah

We have audited the general purpose financial statements of the various funds and account groups of Five County Association of Governments for the year ended June 30, 2006, and have issued our report thereon dated October 11, 2006. As part of our audit, we made a study and evaluation of the Association's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. Under these standards, the purpose of such evaluation is to establish a basis for reliance on the system of internal accounting control in determining the nature, timing and extent of other auditing procedures that are necessary for expressing an opinion on the balance sheet and to assist the auditor in planning and performing his examination of the balance sheet.

The objective of internal accounting control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgments by management.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes of judgment, carelessness, or other personal factors. Control procedures whose effectiveness depends upon segregation of duties can be circumvented by collusion. Similarly, control procedures can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to the future periods is subject to the risk that the procedures may become inadequate because of changes in conditions and that the degree of compliance with the procedures may deteriorate.

Our audit was made in accordance with auditing standards generally accepted in the United States of America, including the study and evaluation of the Association's system of internal accounting control for the year ended June 30, 2006, that was made for the purposes set forth in the first paragraph of this report, would not necessarily disclose all weaknesses in the system because it was based on selective tests of accounting records and related data. However, such study and evaluation disclosed the following conditions that we believe should be brought to your attention.

It is important to recognize that a letter of this type is intended to be constructive in nature, and that the absence of positive or complimentary comments are not intended to imply that the operation is not efficient or sound.

Finding # 1: State law requires that all monies be deposited within three days after being received. Our testing of this requirement disclosed some instances where the number of days exceeded the three business days requirement.


Recommendation: We recommend that management implement procedures that will ensure compliance to this requirement.

Management Response: All monies of a significant amount are deposited within the three day guideline. However, monies in low denominations such as reimbursement of copies made on our copy machine, are deposited at least within 7 days. All checks are restrictive endorsed within the three day guideline. We believe with the small volume of cash, our policy will adequately protect the AOG deposits.

We appreciate the help and cooperation provided by the Association's personnel during the course of our audit. Because the above comments are not based on a special study of matters covered, further evaluation of our suggestions may be necessary on your part as a basis for implementation.

We would be pleased to discuss these matters with you further at your convenience.

Yours truly,


HAFFEN, BUCKNER, EVERETT & GRAFF, PC
October 11, 2006